Daily Report
Latin America

FBIS-LAT-95-001 *3 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Paraguay's Wasmosy: Chile, Bolivia To Join Mercosur *[Brasilia Radio]* 1

CARIBBEAN

Cuba

Assembly President Heads Delegation to Brazil *[PRENSA LATINA]* 2
Delivers Revolution Anniversary Address *[Havana TV]* 2
Says Cubans Proved Resistance in 1994 *[Havana Radio]* 2
Describes Talks With Brazil's Cardoso *[Havana Radio]* 2
Comments on Brazilian Solidarity *[Havana Radio]* 3
Envoy to Brazil Terms Bilateral Ties as Good *[PRENSA LATINA]* 3
Notes 'Enormous' Bilateral Potential *[Havana Radio]* 4
Vice Minister on Cuban-Latin American Ties *[Havana Radio]* 4
Views Ties With Latin America *[PRENSA LATINA]* 4
Commentary on Future Location of U.S. Southern Command *[Havana Radio]* 5
Nicaragua's Ortega Sends Message to Castro *[PRENSA LATINA]* 5
Diplomatic Negotiations With Chile To Begin *[Havana Radio]* 5
Robaina Holds Year-End News Conference *[Havana Radio]* 6
Further on News Conference *[Havana Radio]* 6
FAR Military Council Reviews 1994 Accomplishments *[Havana TV]* 8
TRABAJADORES Outlines 1995 Economic Goals *[Havana Radio]* 8
TRABAJADORES: 1995 'Difficult,' 'Crucial' Year *[PRENSA LATINA]* 9
Castro Sends Congratulations to Oil Workers *[Havana Radio]* 9
Ceremony Marks Beginning of Independence Wars Centennial *[Havana TV]* 9
Rapprochement Efforts With Emigrants To Continue *[PRENSA LATINA]* 10
Predictions of Collapse of Revolution Unfulfilled *[PRENSA LATINA]* 11
'Expert' Denies Reforms Signal Return to Capitalism *[Havana Radio]* 11
Journalists Discuss Moral Crisis *[Havana Radio]* 12
Journalists Union Official on New Year Prospects *[PRENSA LATINA]* 14
Commentary Discusses 1994 Economic Achievements *[Havana Cuba]* 15
Sugar Minister Praises Incentive Program *[Havana Radio]* 16
GRANMA: Sugar Harvest To Continue at Year-End *[PRENSA LATINA]* 16
Commentary Reviews 1994 Foreign Policy Successes *[Havana Radio]* 16

Haiti

Aristide Discusses Violent Incident With U.S. Delegation *[Port-au-Prince Radio]* 17
LORDRE Denounces Alleged Plot To Kill Civilians *[Port-au-Prince Radio]* 17
Aristide Meets Trinidadian Prime Minister *[Port-au-Prince Radio]* 17

MEXICO

Commerce Secretariat Announces Import Regulations *[LA JORNADA 29 Dec]* 18
Foreign Trade Organizations View Devaluation of Peso *[EL FINANCIERO 29 Dec]* 18
Business Sector Reacts to Zedillo's Economic Program *[EL FINANCIERO 30 Dec]* 19
Further on Reaction *[EL FINANCIERO 30 Dec]* 19
Bank of Mexico Issues Bulletin on Exchange Rates *[Mexico City Radio]* 20
Meeting Begins on Economic Adjustment Program *[Mexico City Radio]* 20
Production Groups Reach Agreement on Economic Plan *[Mexico City Radio]* 21
Foreign Aid To Counter Crisis Totals $18 Billion *[NOTIMEX]* 22
Marcos Denies Responsibility for Devaluation of Peso *[AFP]* 22

Chiapas Crisis Causes 'Alarming Division' in Armed Forces *[EL FINANCIERO 28 Dec]* 23
PRI, PRD Legislators Form Observation Commission *[UNOMASUNO 29 Dec]* 25
EZLN Pledges Not To Attack Government Forces *[NOTIMEX]* 26
President Suspends Military Actions in Chiapas *[Mexico City TV]* 26
Chiapas Governor Enacts Indian Pact, Visits Bishop Ruiz *[Mexico City TV]* 26
EZLN Commemorates Anniversary of Chiapas Uprising *[Mexico City Radio]* 27
Third Lacandona Jungle Declaration Issued *[LA JORNADA 2 Jan]* 27
Communique Declares 6-Day Cease-Fire *[LA JORNADA 2 Jan]* 30
Government Affirms Pledge To Achieve Peace in Chiapas *[Mexico City Radio]* 32
Urges EZLN To Engage in Direct Dialogue *[LA JORNADA 2 Jan]* 32
Madrazo Assumes Governorship of Tabasco State *[Mexico City Radio]* 33
One Dead, 4 Injured in Veracruz Transfer of Power *[Mexico City TV]* 33

CENTRAL AMERICA

El Salvador

Bank Proposes To Set Exchange Rate at 8.75 Colones *[EL DIARIO DE HOY 20 Dec]* 34
Defense Minister Announces Promotions, Transfers *[San Salvador Radio]* 34

Guatemala

Individuals Try To Set Fire to U.S. Marine Residence *[NOTIMEX]* 35
De Leon on Signing of Peace Accords Before May *[NOTIMEX]* 35
Butrus-Ghali Sets Deadline for Report on Peace Talks *[SIGLO VEINTIUNO 30 Dec]* 36
URNG Seeks Positions in Government Agencies *[NOTIMEX]* 36

Honduras

Government To Grant Temporary Asylum To Cubans *[TIEMPO 30 Dec]* 37
Foreign Minister on Congressman's Visit to Cuba *[LA TRIBUNA 29 Dec]* 37
President Successfully Undergoes Minor Surgery *[LA TRIBUNA 30 Dec]* 37

Nicaragua

Lacayo: Executive Not To Accept Constitutional Amendments *[BARRICADA 29 Dec]* 37
Lacayo on Labor Mobility Plan, Foreign Debt *[BARRICADA 29 Dec]* 38
Cocaine Trafficking in 1995 Continued Unabated *[EL NUEVO DIARIO 31 Dec]* 39

Panama

Envoy on Talks With U.S. on Cuban Rafters *[LA PRENSA 2 Jan]* 39
Papa Egoro Not To Join Opposition Board *[LA ESTRELLA DE PANAMA 29 Dec]* 40
Legislative Assembly Approves Budget Bill *[LA PRENSA 31 Dec]* 40

SOUTH AMERICA

Argentina

Menem Selects Carlos Ruckauf as Running Mate *[TELAM]* 42
Menem Returns From Brazilian Inauguration *[TELAM]* 42
Editorial Views Results of Summit *[CLARIN 14 Dec]* 42
FG Adviser Arnaldo Bocco on Economic Policy *[CLARIN 6 Dec]* 43
Analyst Views Political Process, Parties *[CLARIN 11 Dec]* 44

Bolivia

Sanchez de Lozada: MIR Members Innocent Until Proven Guilty *[La Paz TV]* 46

Brazil

Cardoso Delivers Inaugural Address *[Rio de Janeiro TV]* 47
Castro Not To Attend Cardoso Inauguration *[Madrid EFE]* 51
Paper Discloses Plot To Kill Paraguay's Wasmosy *[Madrid EFE]* 51
Daily Details Rumored Threat *[NOTICIAS 2 Jan]* 52
Wasmosy Wears Bulletproof Vest *[Madrid EFE]* 52
Wasmosy: 'Situation Under Control' *[AGENCIA ESTADO]* 53
Cardoso Meets Wasmosy *[JORNAL DO BRASIL 2 Jan]* 53
Colombia's Samper, Cardoso Discuss Trade, Ties *[Santa Fe de Bogota TV]* 54
Cardoso, Peru's Fujimori Discuss Road to Pacific, Mercosur *[Brasilia Radio]* 54
Planning Minister-Designate Nominates Secretaries *[AGENCIA ESTADO]* 54
Strategy Outlined *[FOLHA DE SAO PAULO 29 Dec]* 54
Sergio Amaral Accepts Position as Cardoso Spokesman *[AGENCIA ESTADO]* 56
Concrete Proposals by Newly Installed Ministers Noted *[Rio de Janeiro TV]* 56
Effects of Mexican, Argentine 'Crisis' Viewed *[O ESTADO DE SAO PAULO 29 Dec]* 57
Further on Blocking of State Bank, Company Accounts *[AGENCIA ESTADO]* 57
Central Bank Intervenes in State Banks *[Rio de Janeiro TV]* 58
Police Program for Protection of Amazon Region Noted *[Brasilia Radio]* 58
Senate Approves Law on Genetic 'Biosafety' *[GAZETA MERCANTIL 28 Dec]* 58

Colombia

President Samper Gives Year End Address *[Santa Fe de Bogota TV]* 59
Discusses Accomplishments, Guerillas *[Santa Fe de Bogota TV]* 60
National Police Report Examines Drug Trade *[EL TIEMPO 19 Dec]* 61

Ecuador

Duran-Ballen Cancels Trip to Brazil *[NOTIMEX]* 62

Paraguay

President Plans Precautions After Death Threats *[Madrid EFE]* 62
Plans To Attend Cardoso Inauguration *[AFP]* 63
Returns From Brazil, Views Rumors *[Asuncion TV]* 63
Interpol Unaware of Plot To Kill Wasmosy *[Lambare Radio]* 63
Interior Minister Dismisses Conspiracy Threats *[Asuncion TV]* 64
Wasmosy Signs Decree Retiring Officers *[NOTICIAS 31 Dec]* 64
Senator Comments on Military Salary Issue *[Asuncion TV]* 65

Peru

U.S. President's Decision on Radars, AWACS Praised *[EXPRESO 19 Dec]* 65
Exclusion of 'Key Issues' at Americas Summit Criticized *[CARETAS 22 Dec]* 66

Venezuela

Caldera Signs Into Law Trade Accord With Mexico, Colombia *[Caracas Radio]* 67
Minister on Border Dispute, Caldera's Visit to Los Monjes *[EL NACIONAL 29 Dec]* 67
Committee Chairman Comments *[EL UNIVERSAL 31 Dec]* 67
Foreign Minister on Achievements, Pitfalls *[EL GLOBO 31 Dec]* 68
Acceptance Into EU Andean System Opens Door to Exports *[EL GLOBO 30 Dec]* 69
Caldera Reviews General Restructuring Process *[Caracas Radio]* 69
Executive Branch Officials on Caldera's Performance *[Caracas TV]* 70
Cabinet Examines 1994 Fiscal Results, Tax Achievements *[Caracas Radio]* 70
Senior Officers Said Determined Not To Accept Appointments *[EL GLOBO 29 Dec]* 70
Proposal for Orinoco Oil Sales Studied *[EL NACIONAL 31 Oct]* 71
Consortium To Develop Inactive Oil Field *[EL DIARIO DE CARACAS 18 Nov]* 72

Daily Report
Latin America

FBIS-LAT-95-002 *4 January 1995*

CONTENTS

CARIBBEAN

Cuba

Alarcon Summarizes Meetings in Brazil *[Havana TV]* 1
Notes Brazilian Leader's Support *[PRENSA LATINA]* 2
Stresses Policy of Friendship *[Havana Radio]* 2
Robaina Meets With Kazakshtan's Tokayev *[Havana Radio]* 2
New York Cubans Celebrate Revolution's Anniversary *[Havana Radio]* 2
Castro, Maradona Exchange Gifts *[Havana TV]* 3
UJC Study of UBPC's Reveals 'Serious Problems' *[Havana Radio]* 3
UJC 'Uprising' Campaign Held in Eastern Provinces *[Havana Radio]* 3
Center Planned To Assist New Small Businesses *[Havana TV]* 3
Castro Asks Oil Workers To Increase Productivity *[PRENSA LATINA]* 4
Television Programming Changes Announced *[Havana Radio]* 4
Roundup of Politburo Members' Activities *[Havana Radio, etc.]* 4
Roundup of Economic Developments *[Havana Radio]* 5

Inter-Caribbean Affairs

Caricom Leader: WTO To Have 'Greater Control' Than GATT *[CANA]* 7

Haiti

Aristide Stresses Peace in New Year's Address *[Port-au-Prince Radio]* 8

St. Kitts and Nevis

Simmonds New Year's Address Emphasizes Elections *[CANA]* 8

MEXICO

Zedillo Outlines Emergency Economic Program *[Mexico City Radio, TV]* 10
Labor Secretary Speaks *[Mexico City Radio]* 12
Finance Secretary Interviewed *[Mexico City TV]* 15
Labor, Business Leaders React *[Mexico City Radio]* 17
PAN, PRD Leaders Criticize Plan *[Mexico City Radio]* 17
PRI President Supports Plan *[Mexico City TV]* 18
Secretaries Cited on Plan *[Mexico City Radio]* 18
Economic Analyst Criticizes Plan *[EL FINANCIERO 3 Jan]* 19
$15 Billion Needed For Foreign Debt *[LA JORNADA 30 Dec]* 20
Economic Crisis Harms Salinas Bid To Head WTO *[LA JORNADA 3 Jan]* 21
Avendano: Time Appropriate for Peace Talks *[Mexico City Radio]* 22
Marcos Asks People To Suspend Hunger Strikes *[EL FINANCIERO 31 Dec]* 22
EZLN Addresses Communiques To Newspapers *[EL FINANCIERO 31 Dec]* 23
EZLN Committee Announces 1-6 Jan Truce *[EL FINANCIERO 31 Dec]* 25
Bishop Ruiz Accepts Government Request To End Fast *[Mexico City TV]* 25
Sectors Begin Talks on New Phase of Social Pact *[Mexico City TV]* 26
Authorities Arrest Matamoros Cartel Leader *[Mexico City TV]* 26
Foreign Secretariat Plans Closer Ties With Latin America *[LA JORNADA 30 Dec]* 26

CENTRAL AMERICA

Costa Rica

Officials, Business Leaders React to Mexican Crisis *[NOTIMEX]* 28

Guatemala

Minister Rules Out Problems From Mexican Crisis *[NOTIMEX]* 28
Army Denies Hindering Human Rights Work *[PRENSA LIBRE 31 Dec]* 29
Mexican Official Reports Guerrilla Arms Cache *[PRENSA LIBRE 31 Dec]* 29

Honduras

Reina Discusses Role as Leader of Armed Forces *[TIEMPO 29 Dec]* 29
Foreign Minister Views UN Security Council Seat *[NOTIMEX]* 30

Panama

Envoy to U.S. Views Cuban Rafter Situation *[Panama City TV]* 30
Human Rights Committee President on Rafters *[Panama City TV]* 31
Perez Balladares Discusses New Year Prospects *[Panama City TV]* 31
Views New Highway, Projects *[Panama City TV]* 32
INTEL Files Tax Complaint Against 4 U.S. Firms *[LA ESTRELLA DE PANAMA 29 Dec]* .. 33

SOUTH AMERICA

Argentina

Ambassador to Iran Recalled to Buenos Aires *[TELAM]* 34
Decree Reaffirms Sovereignty Over Falklands *[TELAM]* 34
Menem Denies Possible Conflict Over Falklands *[TELAM]* 34
Di Tella Warns About Incidents Around Falklands *[CLARIN 3 Jan]* 35
Menem Names Interior Minister, Presidential Secretary *[TELAM]* 35

Bolivia

Alternative Crops in Chapare Surpass Coca Crops *[EL MUNDO 18 Dec]* 35

Brazil

New Justice Minister Meets U.S. Attorney General *[AGENCIA ESTADO]* 36
Mexico's Gurria Says Economic Crisis Over *[JORNAL DO BRASIL 2 Jan]* 36
Foreign Minister Meets Mercosur Counterparts *[Brasilia Radio]* 37
Iraqi Envoy Expresses Desire to Promote Ties *[Baghdad Radio]* 37
Cardoso Installs Regional Policy Secretary *[Brasilia Radio]* 37
Cardoso Summons Government's Political Council *[Brasilia Radio]* 37
Finance Minister Delivers Installation Speech *[Rio de Janeiro TV]* 38

Chile

President Frei Gives New Year's Address *[Santiago TV]* 41
Chamber To Reopen Poisoned Grapes Case in 30 Days *[Madrid EFE]* 44
PDC Head Backs Reestablishing Ties With Cuba *[Madrid EFE]* 44
Argentina Ends Customs Tariffs on Chilean Exports *[Santiago TV]* 45
Air Force To Begin Operating Antarctic Landing Strip *[Madrid EFE]* 45

Colombia

Putumayo Peasants Protest Spraying of Herbicide *[Santa Fe de Bogota TV]* 45
Army Awaiting Orders To Move In *[Santa Fe de Bogota TV]* 46

Prosecutor Demands More Support in Curbing Drug Funds *[NOTIMEX]* 46
Officials Reject French Proposal for Anti-Drug Intervention *[Santa Fe de Bogota TV]* 46
Central Bank Action on Exchange Rates Faulted *[SEMANA 20 Dec]* 47

Ecuador

Disagreement Over Budget Publication Noted *[Quito Radio]* 49
Government Not in Agreement *[Hamburg DPA]* 49
Further on Budget Controversy *[AFP]* 49
None Willing To Yield on Budget *[Quito Radio]* 50
Brazilian Banana Restrictions Said Unfair *[Madrid EFE]* 50
Galo Abril Appointed New Energy, Mines Minister *[Quito Radio]* 51
Duran-Ballen Asks Media To Halt Rumors of Ill Health *[Quito Radio]* 51

Paraguay

Executive Branch Decree Implements Mercosur Resolutions *[ABC COLOR 2 Jan]* 51
Defense Minister: President To Decide on Generals' Retirement *[Asuncion TV]* 52

Peru

Fujimori on Meeting Brazilian President, Mercosur *[Lima TV]* 52
PPC Candidate's Withdrawal Disheartens Opposition *[Madrid EFE]* 53
United Left's Barrantes Withdraws Presidential Candidacy *[Lima TV]* 53

Uruguay

Officials Hope Sanguinetti Not To Alter Mercosur Policy
[EL OBSERVADOR ECONOMICO 22 Dec] 54

Venezuela

Caldera Gives New Year Address *[Caracas Radio, TV]* 54
Roundup of Economic Developments *[EL NACIONAL 24 Dec, etc.]* 59

Daily Report
Latin America

FBIS-LAT-95-003 *5 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Central American Officials React to Mexican Plan *[NOTIMEX]* 1
Mercosur Creates Committee To Adapt Automotive Sector *[GAZETA MERCANTIL 19 Dec]* 1
Mercosur Document Standardizes Stock Market Information *[GAZETA MERCANTIL 19 Dec]* 2

CARIBBEAN

Cuba

Official Denies Emigration Payment Accord Reached With U.S. *[PRENSA LATINA]* 4
Alarcon Returns From Brazil, Comments on Visit *[PRENSA LATINA]* 4
Envoy to Brazil, Official Discuss Brazilian Ties *[Havana Radio]* 4
Castro Meets With Honduran Parliamentarian *[Havana Radio]* 5
Kazakhstan Foreign Minister Continues Visit 6
Meets With Alarcon, Cabrisas *[Havana Radio]* 6
Culture, Science Accords With Robaina *[Havana Radio]* 6
Envoy to Ukraine Views Ways of Building Socialism *[Kiev HOLOS UKRAYINY 30 Dec]* 6
Commentary Discusses New U.S. Congress *[Havana Radio]* 7
New Sugarcane Combine Halves Harvest Time *[Havana TV]* 8

Bahamas

Total of 22 Cubans Escape Detention Center *[CANA]* 8
Government Officials Comment *[Nassau Radio]* 9

Cayman Islands

24 New Asylum Seekers Arrive *[CANA]* 9

Grenada

Brathwaite To Step Down at End of January *[CANA]* 9

Haiti

PSCH Questions CEP Constitutionality, Seeks Reshuffle *[Port-au-Prince Radio]* 10
PDCH Backs Consensus in Forming Electoral Councils *[Port-au-Prince Radio]* 10
Bribery Charged Over Storm Aid to Deputies *[Port-au-Prince Radio]* 10

MEXICO

Events, Statements Related to Economic Emergency Reported 11
Agreement on Economic Emergency *[LA JORNADA 4 Jan]* 11
Finance Secretary on Possible IMF Accord *[EL FINANCIERO 4 Jan]* 15
New Economic Targets Unveiled *[Mexico City TV]* 16
Central Bank Communique *[NOTIMEX]* 16
Central Bank Reports CETES Rate Hikes *[NOTIMEX]* 17
Finance Secretary To Meet Financiers *[NOTIMEX]* 17
Conacex, Secofi on Impact of Devaluation *[UNOMASUNO 3 Jan]* 17
REFORMA Reports Pact for Foreign Investors 18
Newspaper Versions of Plan Disavowed *[Madrid EFE]* 19
Banking Leader Assails Emergency Measures *[Madrid EFE]* 19
Government Employees Will Not Be Fired *[Mexico City Radio]* 20
PDM Reacts; Canacintra Issues Communique *[NOTIMEX]* 20
Opposition Wants Political Trial of Salinas *[NOTIMEX]* 21
Coparmex Backs Economic Program *[LA JORNADA 2 Jan]* 22
Development Banks Debts Increase *[EL FINANCIERO 2 Jan]* 23
19 Industries in Danger of Recession *[LA JORNADA 3 Jan]* 23
Vendors Report 30-40 Percent Price Hikes *[REFORMA 3 Jan]* 24
Self-Service Chain Stores To Hike Prices *[Madrid EFE]* 25
1995 Vehicle Prices To Increase *[Mexico City Radio]* 25
Higher Tariffs Set for Agricultural Items *[LA JORNADA 2 Jan]* 25
Trade Preferences Kept With ALADI Countries *[NOTIMEX]* 26
Price Hikes in Gasoline, Cooking Gas *[Mexico City TV]* 26
Zedillo Cancels New Year's Ceremony *[Mexico City Radio]* 26

CENTRAL AMERICA

Guatemala

President Removes Government Minister Over Charges *[ACAN]* 27
URNG Commander Willing To Discuss Substantive Issues *[PRENSA LIBRE 3 Jan]* 27

Honduras

Government Grants Temporary Asylum to 23 Cubans *[NOTIMEX]* 27
Economy Minister: Concern Over Mexican Crisis *[NOTIMEX]* 27

Nicaragua

Armed Men Seize Land on Zapatera Island *[Managua Radio]* 28
Artola Denies Lacayo Demanded Resignation *[Managua Radio]* 28

Panama

Possible Deportation of Cubans to Guantanamo *[LA ESTRELLA DE PANAMA 4 Jan]* 28
Mulino Comments *[Panama City TV]* 29
Drug-Sniffing Dogs in Camps *[LA PRENSA 4 Jan]* 29
Attorney General, Solicitor General Sworn In *[Panama City TV]* 29
Effects of Copyright Law Enforcement on Country *[LA PRENSA 4 Jan]* 30

SOUTH AMERICA

Bolivia

'Submissive' Response to U.S. Embassy 'Arrogance' Noted *[La Paz Radio]* 31
Sanchez de Lozada Holds News Conference *[La Paz TV]* 31
Government Strengthened After 'Narco-Links' *[LOS TIEMPOS 18 Dec]* 33

Brazil

New Foreign Minister Discusses 'Changes' *[O GLOBO 30 Dec]* 34
Appointments Within Foreign Ministry Noted *[GAZETA MERCANTIL 29 Dec]* 35
SAE Head Sardemberg To Create Intelligence Agency *[FOLHA DE SAO PAULO 3 Jan]* 35
Lack of Court Facilities Within Mercosur Viewed *[O ESTADO DE SAO PAULO 29 Dec]* 36
Position on Possible Paraguayan Coup Noted *[Madrid EFE]* 36
Cardoso Elects General Public Advocate *[O GLOBO 30 Dec]* 37
Cardoso Transfers Rio Operation to State Government *[JORNAL DO BRASIL 4 Jan]* 37
Administration Moves To Please PMDB Described *[O ESTADO DE SAO PAULO 29 Dec]* 37

Chile

Politicians Berate U.S. Attitude on Poisoned Grapes Case *[EL MERCURIO 27 Dec]* 38
Nuclear Plant Construction With Canada Denied *[Madrid EFE]* 39

Colombia

Fumigation Causes Unrest in Putumayo; Army Responds 39
Government Not To Submit to Pressure *[Santa Fe de Bogota TV]* 39
Protection Agencies Demand Compliance *[Santa Fe de Bogota TV]* 40
Ministry: Fumigation Not Harmful *[Santa Fe de Bogota TV]* 40
Army Deployed *[Santa Fe de Bogota TV]* 40
Army Seizes Fuel Tanks *[Santa Fe de Bogota TV]* 41
Samper on Talks With Brazilian President, Putumayo Unrest *[Santa Fe de Bogota TV]* 41
President Decrees Implementation of G-3 Trade Accord *[NOTIMEX]* 41

Ecuador

President Speaks on Differences With Congress Over Budget *[Quito Radio, TV]* 42
Finance Minister Not Afraid of 'Probable Interpellation' *[Quito Radio]* 42

Venezuela

Finance Minister Comments on Trade With G-3, Peru *[Caracas Radio]* 43
Burelli Says Mexican Currency May Cause Difficulties in G-3 *[Caracas Radio]* 43
Further Comment *[NOTIMEX]* 43
Minister Sees No Impact From Mexican Peso on Economic Plan *[EL GLOBO 3 Jan]* 44
Political Parties React to President's Address *[Caracas Radio]* 44
New Defense Minister Comments on Goals *[Caracas TV]* 45
Border Committee Responds to Colombian Foreign Minister *[EL UNIVERSAL 3 Jan]* 45

Daily Report
Latin America

FBIS-LAT-95-004 *6 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Mercosur Common Market Issues Group Resolutions *[GAZETA MERCANTIL 19 Dec]* 1
Mercosur Tariff Adjustment System Published *[GAZETA MERCANTIL 20 Dec]* 4
Mercosur Accord on Defense of Competition *[GAZETA MERCANTIL 20 Dec]* 5
Argentine-Brazilian Automotive Accord Issued *[GAZETA MERCANTIL 20 Dec]* 7
Argentine-Uruguayan Accord on Automotive Industry Published *[GAZETA MERCANTIL 20 Dec]* 7
Brazilian-Uruguayan Automotive Accord Highlighted *[GAZETA MERCANTIL 20 Dec]* 8
Haitian Envoy Assumes OAS Permanent Council Chair *[CANA]* 9

CARIBBEAN

Cuba

Ministry Spokesman Clarifies Migration Payment Rumors *[Havana Radio]* 10
Ministry Spokesman Denies Addition to 'Excludables' List *[Hamburg DPA]* 10
Radio Reports U.S. To Deport Refugees in Panama *[Havana Radio]* 10
Commentary Views 'Rafters' on Guantanamo, Panama *[Havana Radio]* 10
'Forced Repatriation' of Guantanamo Haitians Reported *[PRENSA LATINA]* 11
UN Envoy Details New York Council Meeting *[Havana Radio]* 11
Kazakhstan's Tokayev Backs Expanding Relations *[PRENSA LATINA]* 12
Robaina Terms Visit Successful *[PRENSA LATINA]* 12
Holds Talks With Robaina *[Havana Radio]* 13
Meets With Castro *[Havana Radio]* 13
Honduran Parliamentary Official Opposes U.S. Blockade *[PRENSA LATINA]* 13
Jordan Praises Guantanamo Agricultural Production *[Havana TV]* 14
Ecuador's Gallardo Denies 'Clashes' With Peru *[PRENSA LATINA]* 14
Foreign Minister Discusses Planned Visits *[PRENSA LATINA]* 15
Interior Minister Honors PNR During UJC Ceremony *[Havana Radio]* 15
Torres Announces Goal To Build 15,000 Houses in 1995 *[Havana Radio]* 15
Buy-Sell Contracts for Sugar Viewed *[TRABAJADORES 28 Nov]* 15

Bahamas

Prime Minister Announces Cabinet Reshuffle *[CANA]* 17

Haiti

Radio Reports U.S. Coast Guard Repatriations 4 Jan *[Port-au-Prince Radio]* 18
Cedras Accused of Embezzling Military Pension Funds *[Port-au-Prince Radio]* 18
Paper Lists High-Ranking Army Personnel *[LE NOUVELLISTE 28 Dec]* 18

MEXICO

SRE Continues To Promote Salinas' WTO Candidacy *[LA JORNADA 4 Jan]* 19
Foreign Policy Seeks To Strengthen Economic Ties in 1995 *[UNOMASUNO 3 Jan]* 19
Finance Secretary on Country's 'Healthy' Economy *[Mexico City TV]* 19
PRD Officials React To Economic Program *[UNOMASUNO 5 Jan]* 20
Secretary Denies Aid Conditional on Pemex Privatization *[UNOMASUNO 4 Jan]* 21
Bank of Mexico Establishes Ceiling for Internal Credit *[Mexico City TV]* 22
Banks Adjusting Interest Rates for Credit Cards *[REFORMA 3 Jan]* 22
Bankers React to Plan To Open to Foreign Investment *[REFORMA 5 Jan]* 22
Finance Secretary Outlines Privatization Plans *[NOTIMEX]* 23
Exporters Want Ports To Stay in Mexican Hands *[EL FINANCIERO 4 Jan]* 23

Private Sector Leaders on Economic Program *[EL FINANCIERO 4 Jan]* 24
Private Enteprise Supports Pemex Price Hikes *[REFORMA 5 Jan]* 26
Reports Note $23.482 Billion Flight of Capital *[LA JORNADA 4 Jan]* 26
Electricians Union Refuses To Sign Emergency Program *[REFORMA 4 Jan]* 27
NOTIMEX Workers Threaten To Strike 17 Jan *[AFP]* 27
Leftist Groups Protest Emergency Plan in Mexico City *[Hamburg DPA]* 28
Banking Association Head on Emergency Plan *[EL FINANCIERO 4 Jan]* 28
Labor Leaders Foresee Drop in Wages, Job Creation *[UNOMASUNO 4 Jan]* 29
Economic Plan Talks Represent 'Defeat' for Unions *[REFORMA 4 Jan]* 29
Editorial: Americans 'Feel Cheated' by Economic Crisis *[REFORMA 4 Jan]* 30
Article on Business, Peasant, Labor Roles in Agreement *[REFORMA 4 Jan]* 31
Editorial Urges Political, Social Commitment to Reform *[LA JORNADA 4 Jan]* 32
Congress To Debate Transport, Communication Privatization *[LA JORNADA 4 Jan]* 32
Roundup of Economic Developments *[Mexico City TV, etc.]* 33
PRD Members Block Access to Tabasco Government Palace *[Mexico City TV]* 33
Chiapas Congress Rejects PRD 'Self-Appointments' *[NOTIMEX]* 34
People's Defense Committee Holds First Congress *[LA JORNADA 2 Jan]* 34
Movement Appeals to Zedillo on Peace in Chiapas *[LA JORNADA 4 Jan]* 34
Army Said To Want Peaceful Solution in Chiapas *[UNOMASUNO 3 Jan]* 35
EZLN Concerned by Army Forays *[LA JORNADA 4 Jan]* 36

CENTRAL AMERICA

Guatemala

De Leon Proposes Signing of Peace Accord Accord to UN *[SIGLO VEINTIUNO 4 Jan]* 37
Peso Devaluation To Boost Trade Deficit With Mexico *[ACAN]* 37

Honduras

Reina Views Polls, Spanish Minister, Issues *[Tegucigalpa Radio]* 37

Nicaragua

Foreign Minister on Republican Majority in U.S. Congress *[Managua TV]* 38
Economy Ministry Monitoring Effects of Mexican Peso *[Managua TV]* 39
Presidency Denies Plans to Hinder Assembly *[LA PRENSA 4 Jan]* 39
EPS Announces Death of Recontra Leader *[BARRICADA 5 Jan]* 39

Panama

Minister: Entry Into WTO 'Necessary' *[EL SIGLO 4 Jan]* 40

SOUTH AMERICA

Argentina

Vice Foreign Minister Minimizes Possible Falklands Conflict *[NOTICIAS ARGENTINAS]* 41
Ukrainian Deputy Prime Minister Visits; Signs Protocol *[TELAM]* 41
Economy Minister, Officials Meet, Discuss Market Situation *[NOTICIAS ARGENTINAS]* 41

Bolivia

Foreign Ministry Issues Communique on U.S. Embassy Charges *[La Paz Radio]* 42
Supreme Court Responds *[La Paz TV]* 42
Foreign Ministry: Incident 'Closed' *[La Paz Radio]* 42
Migration Trends Described, Evaluated *[PRESENCIA 4 Dec]* 42

Brazil

International Accord on Parana River Approved *[EL PAIS 26 Dec]* 44

Article Views Future of Workers Party, Need to 'Redefine'
[O ESTADO DE SAO PAULO 31 Dec] 44
Esteves Confirmed as Nuclear Energy Commission Chief *[AGENCIA ESTADO]* 45
IBGE Releases 1991 Population Census Figures *[O GLOBO 20 Dec]* 45

Chile

Insulza Interviewed on Grapes Case, Cuba *[Santiago TV]* 46
Security Council To Discuss Laguna del Desierto Ruling *[Madrid EFE]* 47
Former Guerrillas Urge 'National Disobedience' *[Madrid EFE]* 47

Colombia

Commander Details Army Actions in Putumayo *[Santa Fe de Bogota Radio]* 48
Local Government Fears Spread of Peasant Strike *[Santa Fe de Bogota Radio]* 48
Putumayo Explosions Cause 'Incalculable' Damage *[Santa Fe de Bogota TV]* 48
3d Fuel Tank Set on Fire *[Santa Fe de Bogota TV]* 49
Government Minister Views Putumayo Incidents *[Santa Fe de Bogota TV]* 50
Army Airplanes Land in Putumayo; Ecopetrol Official Remarks *[Santa Fe de Bogota TV]* 50
Minister: No Talks With Demonstrators Until Protests End *[Santa Fe de Bogota TV]* 51

Ecuador

Deputy Reports Clash Between Ecuadoran, Peruvian Troops *[NOTIMEX]* 51
Foreign Minister Denies Clashes *[AFP]* 51

Peru

'Feliciano,' SL Column Spotted in Conchucos Valley *[LA REPUBLICA 18 Dec]* 52
Fujimori Approves Army, Navy, Air Force Promotions *[LA REPUBLICA 28 Dec]* 52
Security Forces Members Eliminated From Voters' Lists *[Madrid EFE]* 53
Army Communique Addresses Corruption Issue *[EXPRESO 15 Dec]* 54
APRA Decides To Maintain Cabanillas' Candidacy *[LA REPUBLICA 26 Dec]* 55
UPP Candidate on Economy, Democracy *[SI 27 Nov]* 56

Uruguay

Study: Mercosur Poses Problems for 'Most' Companies *[TELAM]* 58

Venezuela

Minister on Efforts To Pursue Economic Criminals Overseas
[REPORTE DE LA ECONOMIA 4 Jan] 59
Minister: 'Excessive Liquidity Will Be Drained' in Feb *[EL GLOBO 4 Jan]* 59
Minister Says Price Controls Will Remain *[Caracas Radio]* 59
Intervention Board Urges Liquidation of Bank of Maracaibo *[Caracas Radio]* 60
New Air Force Commander Outlines Goals, Discusses Incident *[Caracas TV]* 60

Guyana

President Praises 'Trinidad Terms' for Debt *[CANA]* 61

Daily Report
Latin America

FBIS-LAT-95-005 *9 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Mexico, Mercosur States Extend ALADI Validity Terms *[Madrid EFE]* 1
'Text' of Mercosur Ouro Preto Accords Issued *[GAZETA MERCANTIL 20 Dec]* 1

CARIBBEAN

Cuba

U.S. Official Cited on Moving Rafters in Panama *[Havana Radio]* 7
More on Moving Rafters *[Havana Radio]* 7
Writer on Republican Control Over U.S. Congress *[PRENSA LATINA]* 7
Diplomat Attends New York City Council Meeting *[Havana TV]* 7
French Firm Ends Petroleum Exploration Operations *[AFP]* 8
Russians Host Reception To Commemorate Revolution *[Havana Radio]* 8
Alarcon Discusses Economic Recovery Process *[Havana Radio]* 8
Ministry Spokesman Holds News Conference *[Havana Radio]* 9

Bahamas

Cubans Transferred to Prison Following 3 Jan Riot *[CANA]* 10
Radio Reports Cabinet Reshuffle 5 Jan *[Nassau Radio]* 11

Haiti

U.S. Troops Teargas Police Registration Crowds *[Port-au-Prince Radio]* 11
Defense Minister To Head Army Regulations Commission *[CANA]* 12
Radio Reports U.S. Plans To Repatriate Refugees *[Port-au-Prince Radio]* 12
Union of Democrats Wants Occupation To End *[Port-au-Prince Radio]* 12
Prime Minister Meets Legislators on Draft Budget *[Port-au-Prince Radio]* 13
Christian Democratic President Discusses Elections *[Port-au-Prince Radio]* 13

Jamaica

Prime Minister Confirms Cabinet Changes *[CANA]* 14

MEXICO

Energy Secretariat Denies Pemex, Electricity Privatization *[Hamburg DPA]* 15
PRI Leader Denies Pemex Privatization Planned *[Mexico City Radio]* 15
Opposition Leader Against Privatizing Oil Industry *[Mexico City TV]* 16
Editorial Urges Government To Oppose Privatization *[LA JORNADA 5 Jan]* 16
Zedillo Urges People To Turn Crisis Into Opportunity *[Mexico City TV]* 16
Agrarian Sector, Bank Association Join Economic Pact *[Mexico City TV]* 17
Banxico Announces Bond Program To Face Liquidity Problems *[EL FINANCIERO 5 Jan]* 17
Foreign Secretary To Request Economic Backing in Tokyo *[Mexico City TV]* 18
Jalisco Representatives Agree To Back Emergency Plan *[Mexico City Radio]* 18
Coparmex President Wants Immediate Government Action *[Mexico City TV]* 19
Further on Sanchez Statements *[LA JORNADA 6 Jan]* 19
Business Council President on Emergency Economic Accord *[LA JORNADA 6 Jan]* 20
Workers Confederation Meets on Negotiating Wage Increases *[LA JORNADA 5 Jan]* 21
Economic Program Fails To Fully Please Business *[REFORMA 5 Jan]* 21
Possible 'Collapse' of Banks Assessed *[EL FINANCIERO 5 Jan]* 22
Cardenas Wants Government Renovation or Zedillo Resignation *[Hamburg DPA]* 24

IMF Director Views Prospects for Economic Recovery *[Mexico City TV]* 24
Zapatists Extend Truce, Reiterate Conditions for Peace *[Mexico City TV]* 25
Government Responds to Truce Extension *[Mexico City TV]* 25
Police, Leftist Demonstrators Clash in Tapachula, Chiapas *[Hamburg DPA]* 26
Chiapas Governor Announces State Economic Emergency Program *[UNOMASUNO 6 Jan]* 26
Chiapas Dialogue Commission Issues Statement *[EL FINANCIERO 6 Jan]* 27

CENTRAL AMERICA

El Salvador

Coffee Producers To Coordinate Controls for Retention *[LA PRENSA GRAFICA 6 Jan]* 29

Guatemala

European Union Envoy Conditions Economic Cooperation *[ACAN]* 29
De Leon Removes Government Minister; Others To Follow *[Guatemala City TV]* 30
De Leon Denies Political Ambitions Upon Term End *[Guatemala City TV]* 30
Rebel Commander on Peace Commission President's Statements *[SIGLO VEINTIUNO 5 Jan]* ... 31

Honduras

Reina Suspends Increase in Transportation Fares *[ACAN]* 31

Panama

Envoy Says U.S. Still Working on Withdrawal of Rafters *[LA PRENSA 6 Jan]* 31
Rafters 'Would Rather Die Than Return to Cuba' *[ACAN]* 32
Association Maintains Position Against Joining GATT *[Panama City TV]* 33
Housing Minister on Appraisal, Sales of Canal's Reverted Area Housing *[Panama City TV]* 33

SOUTH AMERICA

Argentina

Government Creates Bank Security Network *[NOTICIAS ARGENTINAS]* 34
Government To Attempt Privatization of Atucha-2 *[NOTICIAS ARGENTINAS]* 34

Bolivia

Sanchez Berzain, Justiniano Named to Cabinet *[La Paz TV]* 34
Sanchez de Lozada Administers Oath *[La Paz TV]* 34

Brazil

'Lack of Foreign Investments' Affects Stock Exchanges *[O GLOBO 5 Jan]* 35
Editorial Analyzes Mexican Crisis, International Aid *[O ESTADO DE SAO PAULO 5 Jan]* 36

Chile

Public Works Minister Said To Tender Resignation *[Santiago TV]* 36
Resignation Confirmed; Crisis Denied *[Madrid EFE]* 37
Resignation Withdrawn; Situation 'Overcome' *[Santiago TV]* 37
Government Still Undecided on Ties With Cuba *[Madrid EFE]* 37

Colombia

Peasants Threaten March in Caqueta Over Glyphosate Spraying *[Santa Fe de Bogota TV]* 38
Guerrillas Attack Helicopter Escorting Planes *[Santa Fe de Bogota TV]* 38
U.S. Pilots Said Participating in Sprayings *[Santa Fe de Bogota TV]* 38
Government Minister: Calm Restored in Putumayo *[Santa Fe de Bogota TV]* 39

Tense Calm in Putumayo as Peasants Leave Oil Tank Complex *[Santa Fe de Bogota Radio]* 39
Problems, Poverty in Putumayo Described *[Santa Fe de Bogota TV]* 40
Government Commission Travels to Putumayo Department *[Santa Fe de Bogota TV]* 40
FARC Rebels Free 93 Inmates From Putumayo Prison *[Santa Fe de Bogota TV]* 41
Envoy to U.S. Remarks on Report by Americas Rights Watch *[Santa Fe de Bogota TV]* 41

Ecuador

Executive, Legislature To Discuss Differences Over Budget *[NOTIMEX]* 42
Legislators Approve Own Version of 1995 Budget *[Quito Radio]* 42
Student's Death Prompts Accusations Against Government *[Hamburg DPA]* 42
Marchers Protest Student's Death, Religious Education Law *[Madrid EFE]* 43

Paraguay

Mosad Reports Bomb Threat at Argentine Embassy in Asuncion *[Asuncion TV]* 43
Hamas Said Behind Threat *[Buenos Aires TV]* 43

Peru

Fujimori Prevented From Using State Assets for Campaign *[Madrid EFE]* 43
Further on Campaign Law *[Lima Radio]* 44
Popular Action Charges Fujimori Campaign With Election Fraud *[Lima TV]* 44
Law Forbids Public Exhibition of Detainees *[Lima Radio]* 45
Further on Campaign Issues, Halt to Exhibitions *[Lima TV]* 45

Venezuela

Executive Lifts Price Controls on Certain Products *[Caracas TV]* 45

Daily Report
Latin America

FBIS-LAT-95-006 *10 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Venezuela, Mexico, Colombia Postpone G-3 Ratification *[NOTIMEX]* 1
Wasmosy Meets Lacalle, Menem on Mercosur Issues *[ABC COLOR 9 Jan]* 1

CARIBBEAN

Cuba

'Straight Talk' Views Rafters, Human Rights *[Havana Radio]* 2
Vietnamese Communist Party Leader Interviewed *[PRENSA LATINA]* 3
Canadian, Paraguayan Parliamentary Delegations Arrive *[Havana Radio]* 5
Delegation Meets With Alarcon, Cabrisas *[Havana Radio]* 6
Company, Panamanian Corporation Begin Prospecting *[PRENSA LATINA]* 6
Radio Cites Colombian Newspaper on Regional Integration *[Havana Radio]* 6
Caricom To Integrate Economies, Stabilize U.S. Ties *[CANA]* 6
Editorial Recalls Castro Remarks on Efficiency *[Havana Radio]* 7
Radio Cites Alarcon on Economic Recovery *[Havana Radio]* 7
Commentator Highlights Article on 'Special Period' *[Havana Radio]* 7
Young People View Job Market *[BOHEMIA 25 Nov]* 8
Complex Faces Sugarcane Supply, Organizational Problems *[Havana Radio]* 10
More on Sugarcane Demand Problem *[Havana Radio]* 10
Tourist Information Network Enjoys Successful Year *[Havana Radio]* 10
BOHEMIA Criticizes False Reporting *[11 Nov]* 10
Roundup of Politburo Members' Activities *[Havana TV, etc.]* 12
Roundup of Economic Developments *[Havana Radio, etc.]* 12

Haiti

FRAPH Leader Flees; Anti-FRAPH Group Reacts *[Port-au-Prince Radio]* 13
Schrager: 400 Refugees Per Day To Be Repatriated *[Port-au-Prince Radio]* 13
Refugees 'Returned Against Their Will' 6, 7, 9 Jan *[Port-au-Prince Radio]* 14
Demonstrators Seek Army Abolition, Note U.S. Marine Abuse *[Port-au-Prince Radio]* 14
Aristide Sets Up Commissions To Restructure Army *[Port-au-Prince Radio]* 14
Head of Commission Interviewed *[Port-au-Prince Radio]* 15

Jamaica

Government Confirms Minister Samuda's Resignation *[CANA]* 16

MEXICO

SE Denies Reports of Pemex, CFE Privatization *[LA JORNADA 9 Jan]* 17
Securities Exchange Deems 9 Jan 'Black Monday' *[Mexico City Radio]* 18
First Funds From Credit Lines Withdrawn *[NOTIMEX]* 18
IMF Help Sought To Ease Financial Crisis *[London FINANCIAL TIMES 7 Jan]* 18
Report Profiles Tesobonos Savings System *[Mexico City TV]* 19
Bomb Scare at PRI Headquarters Called 'False Alarm' *[Mexico City Radio]* 19
Bomb Threat Reported at District Comptroller's Office *[Mexico City Radio]* 20
PRD Files Charges Against Ex-President Salinas *[Mexico City Radio]* 20
Survey: Zedillo Plan Fails To Convince Most *[REFORMA 6 Jan]* 21
Failed 'Technocratic Gamble' Cited *[REFORMA 29 Dec]* 21

Foreign Banks Not To Open Branches Until Jun *[EL FINANCIERO 6 Jan]* 23
International Corporation President on Investments
[UNOMASUNO (ECONOMIA Supplement) 6 Jan] 24
Exporters on Railroad Productivity, Privatization *[EL FINANCIERO 5 Jan]* 25
Commerce Secretary on Products With Imported Parts *[LA JORNADA 6 Jan]* 26
Real Estate Brokers, Car Dealers Predict Sales Drop *[EL FINANCIERO 5 Jan]* 27
Pemex Reports Slight Increase in 1994 Oil Production *[NOTIMEX]* 27
Court Suspends Plenary Sessions Until Approval of Justices *[REFORMA 5 Jan]* 27
Commission: Government-Armed Group Dialogue Necessary *[NOTIMEX]* 28
UCPFV Control of Municipality Claimed *[LA JORNADA 18 Dec]* 29
Displaced Peasants Reoccupy Estate *[LA JORNADA 11 Dec]* 30
Comparison of Zedillo Report on Emergency Economic Program 30

CENTRAL AMERICA

El Salvador

Handal Resigns From PCES To Work for FMLN *[San Salvador TV]* 31

Guatemala

Price of Mexican Products on Border Drops *[NOTIMEX]* 31

Nicaragua

Presidency Partially Vetoes General Budget Law *[Managua Radio]* 31
Finance Minister Criticizes Constitutional Reforms *[EL NUEVO DIARIO 6 Jan]* 32
FSLN Communique on Constitutional Amendments *[BARRICADA 5 Jan]* 33
Borge Views FSLN Problems *[LA NACION 7 Dec]* 34
Army, Police Remove Squatters From Zapatera Island *[Managua Radio]* 34
Poll Predicts Win for Liberals *[LA TRIBUNA 9 Dec]* 35

Panama

Comptroller's Office Denies Foreign Debt Delinquency *[Panama City TV]* 35
High Risk Classification Shows U.S. 'Ungrateful' *[PANAMA AMERICA 9 Jan]* 36

SOUTH AMERICA

Argentina

Cavallo Discusses Effects of Mexican Crisis *[LA NACION 6 Jan]* 37
Economic Situation, Measures To Overcome Crisis Viewed *[NOTICIAS ARGENTINAS]* 38
'Renowned' Economists Discuss 'Turning Point' *[TELAM]* 39
Central Bank Approves Measures To Help Banks *[NOTICIAS ARGENTINAS]* 39
Foreign Ministry Declines To Comment on Bomb Threat *[NOTICIAS ARGENTINAS]* 40
Security Heightened at Paraguay Embassy *[NOTICIAS ARGENTINAS]* 40
Menem Urges Nuclear Plant Privatization *[NOTICIAS ARGENTINAS]* 41
Army Chief of Staff Appoints Aviation Group Chief *[NOTICIAS ARGENTINAS]* 41
Police Explain Discovery of 'Old' Explosives *[NOTICIAS ARGENTINAS]* 41

Bolivia

Armed Forces To Give Priority to Drug Enforcement in 1995 *[LOS TIEMPOS 21 Dec]* 41
Air Force's Deputy Chief Installed Under Protest *[PRESENCIA 28 Dec]* 42
Report Evaluates Coca Eradication Program *[PRESENCIA 28 Dec]* 42
Oil Companies To Explore in Secure Area *[PRESENCIA 6 Dec]* 43
Importance of Carrasco-Colpa Gasline Detailed *[LOS TIEMPOS 4 Dec]* 44
Condepa's Palenque Discusses Career, Opposition *[HOY 4 Dec]* 46

Brazil

Cardoso Announces 'Shift' in Economic Policy *[AGENCIA ESTADO]* 48
Analysts View Cardoso's Relations With Congress *[O GLOBO 5 Jan]* 49
Government's 'Main Challenge' To Balance Public Accounts *[AGENCIA ESTADO]* 50
Constitutional Amendment Proposals To Be Ready by 15 Feb *[Brasilia Radio]* 50
Foreign Minister Preparing Administrative Reform *[GAZETA MERCANTIL 4 Jan]* 50
Armed Forces To Have Single Command in Amazon Region *[O GLOBO 6 Jan]* 51
MICT Head Appoints Trade Policy Secretary *[FOLHA DE SAO PAULO 5 Jan]* 51
Communications Minister Explains Criticism of PFL Leader *[FOLHA DE SAO PAULO]* 52
Vote on Amnesty for Senator Lucena Set for 17-19 Jan *[Brasilia Radio]* 52
Impact of Mexican Crisis Termed 'Greater Than Expected' *[JORNAL DO BRASIL 6 Jan]* 53

Chile

Mexican Crisis' Impact on Exports, NAFTA Viewed *[Madrid EFE]* 53
Exports Achieve 'Historic Level' in 1994 *[Madrid EFE]* 53

Colombia

U.S. Embassy Note Admits Chemicals Dumped on Populated Area *[Santa Fe de Bogota TV]* 54
Foreign Minister Remains Optimistic About Future of G-3 *[Hamburg DPA]* 54
Six FARC Members Die in 8 Jan Clash With Police *[Santa Fe de Bogota TV]* 55
Prosecutor Decries Drug Trafficker's Sentence Reduction *[Santa Fe de Bogota TV]* 55
Increase in Marijuana Cultivation Reported *[EL TIEMPO 11 Dec]* 55
Narcotics Seizures for 1994 Reported *[EL TIEMPO 11 Dec]* 56
Discussion of Rural Co-ops *[SEMANA 20 Dec]* 57

Ecuador

President Says 'Foreign Forces' Provoke Violence, Protests *[NOTIMEX]* 59
Students, Police Clash in Quito Demonstrations *[Hamburg DPA]* 59
Ministries Deny Troop Clashes at Peruvian Border *[Quito Radio]* 60
Armed Forces Reiterate Respect for Constitutional Order *[NOTIMEX]* 60
Petroproduccion's Goals for 1995 Detailed 60
Private Investment Solicited *[EL COMERCIO 6 Dec]* 60
Exploration for New Fields *[EL COMERCIO 7 Dec]* 61

Peru

Security Forces Said To Be on Shining Path Leader's 'Trail' *[Madrid EFE]* 62
JNE Issues Communique Criticizing Campaign Law *[Lima TV]* 62
'Leftist' Cusco Mayor Heads Perez de Cuellar Congressional List *[Madrid EFE]* 63
Police, Military Voters 'Erased' From Electoral Registry *[EXPRESO 23 Dec]* 63
American Popular Revolutionary Alliance's Confidence 'Crisis' Analyzed *[QUEHACER Sep-Oct 94]* 64
Downfall of PPC, IU Predicted *[CARETAS 29 Dec]* 66
PERUPAZ Urges Transparent Campaign, Election *[Nov]* 67
Local Newspaper Evaluates Drug Trafficking Problems *[Madrid EFE]* 68
'Success' of Repentance Law Discussed *[PERUPAZ Nov]* 68
Confiep President Assesses 1994, Sees 'Positive' Aspects *[EL COMERCIO 30 Dec]* 69

Uruguay

Police Arrest Six for Counterfeiting Brazilian Currency *[Madrid EFE]* 70

Venezuela

Government Rejects Establishment of Cuban Refugee Camps *[NOTIMEX]* 71
Economic Support Minister Discusses Debts to Creditors *[EL GLOBO 6 Jan]* 71
Minister Expects Trade Agreements To Increase Exports *[AFP]* 72

Superintendency Approves Banco Progreso's Liquidation *[Caracas TV]* 72
Banco Progreso Closed To Protect Depositors *[EL NACIONAL 9 Jan]* 73
Ministry Announces Completion of Treasury Bond Placement
[REPORTE DE LA ECONOMIA 9 Jan] 73
New Defense Minister Rules Out Possibility of Another Coup *[EL NACIONAL 5 Jan]* 73
Foreign Minister Comments on 1995 Agenda, Agreements With Israel *[Caracas TV]* 74
Roundup of Economic Developments *[EL UNIVERSAL 2 Jan, etc.]* 74

Daily Report
Latin America

FBIS-LAT-95-007 *11 January 1995*

CONTENTS

CARIBBEAN

Cuba

NEWSWEEK Cited on Guantanamo Base Enlargement *[Havana TV]* 1
'Doing Radio' Comments on Panama Rafter Situation *[Havana Radio]* 1
Russians Advocate Increasing Ties With Havana *[Havana Radio]* 1
Robaina Meets With Canadian Parliamentary Delegation *[Havana Radio]* 1
Cuban, Canadian Nongovernmental Organizations Begin Meeting *[PRENSA LATINA]* 1
Paraguayan Delegation Briefed on Foreign Investments *[PRENSA LATINA]* 2
Delegation Meets Minister Bolanos *[Havana Radio]* 2
Honduras May Open Interests Office in Havana *[Havana Radio]* 3
Alarcon Greets Participants At Biomass Conference *[Havana Radio]* 3
Machado Ventura Discusses 1995 Goals *[Havana Radio]* 3
Military Officers Tour Eastern Provinces *[Havana Radio]* 3
UNEAC's Abel Prieto Addresses CDR Seminar *[Havana Radio]* 4
Economic Policy Directed at Reducing Burden of Subsidies *[Hamburg DPA]* 4
Editorial Lists Changes, Reasons *[Havana Radio]* 5
Roundup of Economic Developments *[PRENSA LATINA, etc.]* 5

Haiti

45th Legislature's Mandate Expires 9 Jan *[Port-au-Prince Radio]* 5
Parliamentarians Comment on Legislative Mandate *[Port-au-Prince Radio]* 6
Benoit Calls for Unity of Democratic Forces *[Port-au-Prince Radio]* 6
Party Warns Against Delay Tactics, Advocates Unity *[Port-au-Prince Radio]* 7
MDN Announces Criteria for Participation in Elections *[Port-au-Prince Radio]* 7
Chamber Finance Commission Completes Budget Assessment *[Port-au-Prince Radio]* 7

MEXICO

Zedillo Asks Congress To Hold Special Sessions *[Mexico City TV]* 8
Savings Protection Fund Creates Plan To Capitalize Banks *[Mexico City TV]* 8
Banxico Announces Support System for Banks *[EL FINANCIERO 7 Jan]* 8
Fobaproa To Help Commercial Banks Raise Capital *[REFORMA 10 Jan]* 9
Agriculture Secretary Expects More Medium-Term Investments *[Mexico City TV]* 10
Education, Tourism Secretaries: No Tuition, Price Hikes *[Mexico City TV]* 10
Zedillo Urges Unity To Overcome Crisis *[Mexico City Radio]* 10
PRD Senate Faction Supports Zedillo's Austerity Measures *[Mexico City Radio]* 11
Politicians Urge More Rigorous Economic Measures *[Mexico City Radio]* 12
Economic 'Expert' Assesses Possibility of Economic Collapse *[Mexico City Radio]* 12
BMV President Questions Sell-Off; Tesobono Rates Increase *[Mexico City Radio]* 13
PRD, PAN Call Austerity Measures 'Insufficient' *[Mexico City Radio]* 14
PRD Asks Zedillo To Withdraw Support for Salinas Bid at WTO *[Mexico City Radio]* 14
At Least 2 Killed in Occupation of Chiapas City Hall *[NOTIMEX]* 14
Amado Avendano Linked to Violent Incidents in Chiapas *[NOTIMEX]* 15
Five Killed, Three Injured in Chicomoselo Clashes *[Madrid EFE]* 15

CENTRAL AMERICA

Honduras

President Issues New Year's Message *[LA TRIBUNA 7 Jan]* 17
Government Rules Out Delay in Trade Talks *[NOTIMEX]* 18

Nicaragua

President Chamorro Welcomes New Cabinet Members *[Managua Radio]* 19
Cabinet Members Announced *[Managua Radio]* 19
Government Applies Migration Measures Against Costa Ricans *[Managua Radio]* 20

Panama

Officials Lack Information on Possible Clinton Visit *[Panama City TV]* 21
Minister Says Future of Cuban Rafters 'Uncertain' *[Panama City TV]* 21

SOUTH AMERICA

Argentina

Economy Minister Cavallo Briefs Entrepreneurs *[NOTICIAS ARGENTINAS]* 22
Entrepreneurs Satisfied With Cavallo's Report *[NOTICIAS ARGENTINAS]* 23
Cavallo To Meet Bankers, Investors in New York *[TELAM]* 23
Stock Market Suffers 'Black Day' With 10 Percent Loss *[TELAM]* 24
BCRA President Praises Banking System's 'Solidity' *[TELAM]* 24
Article Examines 'Critical' Economic Problems in Provinces *[LA PRENSA 8 Jan]* 24
Interior Minister-Designate Interviewed *[LA NACION 9 Jan]* 26
AMIA Bombing Case Detainee Fears for 'Personal Safety' *[CLARIN 8 Jan]* 26
Libya's Al-Qadhdhafi Sends Letter to Menem *[LA NACION 10 Jan]* 27

Bolivia

Government, U.S. Embassy Disagree on Coca Economy *[LOS TIEMPOS 24 Dec]* 27
Former President Returns to Political Life *[La Paz TV]* 28

Brazil

'Black Tuesday' Hits Latin Stock Exchanges *[AGENCIA ESTADO]* 29
Ministers Minimize Stock Exchange Decline 30
Finance Minster Malan *[AGENCIA ESTADO]* 30
Planning Minister Serra *[AGENCIA ESTADO]* 31
Cardoso Rejects 'Inappropriate Pressure' Over Central Bank President *[O GLOBO 6 Jan]* 31
Senate Approves Arida's Nomination as Central Bank President *[Brasilia Radio]* 31
Edmar Bacha Installed as BNDES President *[Brasilia Radio]* 31
Cuba's Alarcon Visits, Discusses Economy, U.S. Relations *[JORNAL DO BRASIL 8 Jan]* 31
Expects Changes in Post-Castro Era *[JORNAL DO BRASIL 8 Jan]* 32
Political Council Plans Schedule for Constitution Reform Talks *[Brasilia Radio]* 33
Aquino Named Southeastern Military Command Chief *[AGENCIA ESTADO]* 33

Chile

Stock Exchange Experiences 'Record' Fall *[Madrid EFE]* 33
Opposition Opposes Government's New Labor Reform Bill *[EL MERCURIO 30 Dec]* 34
Indigenous Groups Express NAFTA Concerns *[EL MERCURIO 5 Dec]* 35
Commentator Views Conditions To Join NAFTA *[EL MERCURIO 28 Dec]* 36
Communist Daily EL SIGLO To Become Weekly Publication
[LA TERCERA DE LA HORA 15 Dec] 37

Colombia

Mayor Comments on Situation in Putumayo Department *[Santa Fe de Bogota Radio]* 37
Government, Peasants Reach Accord on Glyphosate Spraying *[Santa Fe de Bogota TV]* 38

Ecuador

Government Expresses Regret Over Student's Death *[Quito Radio]* 38
New Army Commander Assumes Post *[Paris AFP]* 38

Paraguay

Military-Civilian 'Tensions' Examined *[ULTIMA HORA 6 Jan]* 38

Peru

Stock Exchange Closes With 6.5 Percent Decline *[TELAM]* 40
Parties Merge To Form Single Congressional List *[EL COMERCIO 22 Dec]* 40
Analyst on Drug Trafficking, Military Links *[LA REPUBLICA 25 Dec]* 40
Conam Created To Carry Out Environmental Policy *[EL COMERCIO 23 Dec]* 43

Uruguay

President-Elect Sanguinetti's New Year Address *[LA MANANA 2 Jan]* 43
Finance Minister: Uruguay Ready for Mercosur *[LA MANANA 2 Jan]* 44

Venezuela

Government To Maintain Current Exchange Rate *[ECONOMIA HOY 10 Jan]* 45

Daily Report
Latin America

FBIS-LAT-95-008 *12 January 1995*

CONTENTS

CARIBBEAN

Cuba

Castro Meets With Canadian Parliamentarians *[Havana Radio]* 1
Havana Radio Reports Allegations of Torture in Camps *[Havana Radio]* 1
Panamanian Rights Group Recommends Refugee Distribution *[Havana Radio]* 1
Two Ships Return More Haitian Refugees From Guantanamo *[Havana Radio]* 1
Foreign Minister on UN Social Development, U.S. Blockade *[Havana Radio]* 1
Robaina Stresses People's Role in Foreign Policy *[Havana Radio]* 2
Rosales del Toro Addresses National Defense Class *[Havana Radio]* 2
Culture Minister's Book on 'Demons' Presented *[Havana Radio]* 2
Havana, Holguin Work Centers Not Complying With Social Security Laws *[Havana Radio]* 2
Efficiency Assemblies Begin in Havana Province *[Havana TV]* 3
Hard Times Affect Youth Job Market *[BOHEMIA 25 Nov]* 3
Correspondents Debate Holiday Celebrations *[Havana Radio]* 5
Roundup of Economic Developments *[Havana Radio, etc.]* 6
Commentary Discusses Clinton's 'Political Chameleonism' *[Havana Radio]* 7
Commentary Reflects on Mexican Economic Crisis *[Havana Radio]* 8
Commentary Highlights January's Importance in Sugar Harvest *[Havana TV]* 8

Haiti

UN Rumors Indicate April for Legislative Elections *[Port-au-Prince Radio]* 9
Haitians Repatriated; Asylum for Orphans Considered *[Port-au-Prince Radio]* 9
Gunplay Reported Between 'Paid Thugs,' U.S. Troops *[Port-au-Prince Radio]* 9
Finance Minister Submits Bill To Raise Oil Prices *[Port-au-Prince Radio]* 9

MEXICO

Congress Agrees To Convene 17 Jan Special Session *[NOTIMEX]* 11
Zedillo Convenes Meeting on Austerity Measures *[EL FINANCIERO 10 Jan]* 11
Zedillo Meets With Legislators on 'Serious Situation' *[Mexico City TV]* 12
Zedillo on New Foreign Resources To Strengthen Markets *[NOTIMEX]* 12
Secretariat Says Financial Markets Remain Volatile *[Mexico City TV]* 13
Central Bank Vice President Comments on Currency Crisis
[Tokyo NIHON KEIZAI SHIMBUN 11 Jan] 13
Commerce Secretary Explains Agreement on Price Increases *[Mexico City TV]* 14
Commerce Secretary Expects Inflation to Decrease in 1995 *[NOTIMEX]* 14
Secofi Undertakes Effort To Ensure Limited Price Increases *[LA JORNADA 9 Jan]* 15
Consumers To Pay Price Increase for Supplies *[REFORMA 10 Jan]* 15
Canacintra Wants Loan Restructuring for Troubled Businesses *[EL FINANCIERO 10 Jan]* 16
Banking Leaders Comment on Drop in Stock Market *[Mexico City TV]* 17
Bancomext Issues New Bonds in Bid To Raise U.S. Capital *[NOTIMEX]* 17
Pemex Official Announces Increase in Gas Prices *[REFORMA 10 Jan]* 18
Industrialists Unhappy *[EL FINANCIERO 9 Jan]* 18
PRD Members Attempt To Take Over Chiapas City Hall *[Mexico City TV]* 19
Chiapas Governor Condemns Incidents *[Mexico City TV]* 19

CENTRAL AMERICA

Costa Rica

Minister Discards Ill Effects of Mexican Crisis *[ACAN]* 20

El Salvador

FMLN Split, Implications for Left Viewed *[PROCESO 7 Dec]* 20

Guatemala

Government Minister Sworn In, Discusses Public Security *[Guatemala City TV]* 22

Nicaragua

Luis Humberto Guzman Reelected Assembly President *[BARRICADA 10 Jan]* 22
Sergio Ramirez Explains Reasons for Quitting FSLN *[Managua Radio]* 23

Panama

Minister Reports Plot To Kill President *[Panama City Radio]* 24

SOUTH AMERICA

Argentina

Menem Sees 'No Possibility' of Devaluation, Calls Economy 'Firm' *[NOTICIAS ARGENTINAS]* 26
Stock Market Rallies; Closes in 'Greater Calm' *[NOTICIAS ARGENTINAS]* 26
Former Economy Minister Rules Out Peso Devaluation *[TELAM]* 26
'Coordinated' Market Action With Brazil, Chile Sought *[TELAM]* 26

Bolivia

Man Wanted for Extradition Claims Innocence *[La Paz TV]* 27
Article Examines Unfulfilled Electoral Promises *[HOY 1 Jan]* 27

Brazil

Cardoso Reconfirms Geraldo Quintao as Counselor General *[AGENCIA ESTADO]* 28
Names Ministerial Executive Secretaries *[GAZETA MERCANTIL 5 Jan]* 29
Marco Maciel Viewed as Political Coordinator *[O ESTADO DE SAO PAULO 10 Jan]* 29
'Best of the Bureaucrats' Return to Executive Posts *[O GLOBO 8 Jan]* 29
Foreign Minister on Foreign Policy Guidelines *[JORNAL DO BRASIL 8 Jan]* 30
PSDB Chapter in Parana State Undergoing 'Crisis' *[O GLOBO 9 Jan]* 31
Malan, Argentina's Cavallo Evaluating Mexican Crisis *[AGENCIA ESTADO]* 31
BC Officials Analyze Crisis *[AGENCIA ESTADO]* 32
Officials Vow 'No Changes' Due to Crisis *[AGENCIA ESTADO]* 32
Finance Minister Says 600 Bank Branches To Close *[JORNAL DO BRASIL 6 Jan]* 33
Planning Minister on Public Employee Wage Increase *[Brasilia Radio]* 33
Sao Paulo, Rio Stocks Advance; Market 'Considerably Calmer' *[AGENCIA ESTADO]* 33
Pension Funds Buy Stocks, Shore Up Markets *[AGENCIA ESTADO]* 34
Financial 'Chaos' Exists in 'Nearly All' States *[O ESTADO DE SAO PAULO 8 Jan]* 34

Chile

Aninat Denies Mexican Crisis Will Obstruct NAFTA Talks *[Madrid EFE]* 35
Investors Urged To 'Remain Calm' *[TELAM]* 35
Santiago Stock Exchange Closes With Gains, 'Signs of Recovery' *[Madrid EFE]* 36
Government's 1995 Tasks, Goals Outlined *[EL MERCURIO 28 Dec]* 36
Carabineros Arrest Lautaro Movement Cell Members *[Santiago TV]* 38
Russia Invites Air Force To Participate in Space Programs *[Madrid EFE]* 39

Colombia

Trade Minister Warns of U.S. Reprisals for Banana Deal *[Hamburg DPA]* 39
Defense, Foreign Ministers React to U.S. Press Report on Drugs *[Santa Fe de Bogota TV]* 40
Attorney General Discussed 'Failed' Surrender Policy *[Santa Fe de Bogota TV]* 40
DAS To Reinforce Security in Rural Areas *[EL ESPECTADOR 26 Dec]* 40
Personnel Changes Announced in Police Ranks *[EL TIEMPO 23 Dec]* 41

Ecuador

Classes Suspended in Quito Public Schools To Halt Protests *[NOTIMEX]* 42
Government Accepts Congressional Version of 1995 Budget *[NOTIMEX]* 43

Peru

Lima Stock Exchange Opens With Decline, Then Recovers *[Madrid EFE]* 43

Uruguay

Stock Exchange Market Resists Mexican Crisis *[TELAM]* 44

Venezuela

Foreign Minister Cited on Implementation of G-3 Agreement *[EL GLOBO 11 Jan]* 44

Daily Report
Latin America

FBIS-LAT-95-009 *13 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Mercosur's 'Ouro Preto Protocol' *[GAZETA MERCANTIL 31 Dec]* 1
U.S. Challenge to EU Banana Standards 'Another Threat' *[CANA]* 6
U.S. Signs OAS Conventions on Cooperation on Crime *[CANA]* 6
Greenpeace Urges Governments To Protest Nuclear Shipment *[CANA]* 7

CARIBBEAN

Cuba

Foreign Trade Minister Meets Canadian Parliamentarians *[PRENSA LATINA]* 8
Meeting With Castro Called 'Interesting, Profound' *[Havana TV]* 8
Alarcon Reaffirms Guantanamo Position, Discusses U.S. Talks *[Madrid EFE]* 8
Mistreatment of Rafters Reported *[Havana Radio]* 9
Movement of Rafters To Take Place *[Havana Radio]* 9
Fernando de Cossio Interviewed on Migration Talks *[Havana Radio]* 9
Touts Compliance With U.S. Migration Pact *[PRENSA LATINA]* 9
Australian Foreign Minister To Visit 18, 19 Jan *[Havana TV]* 10
Pinar del Rio To Send 26 Delegates to FEU Congress *[Havana Radio]* 10
IAEA Head Praises Measures at Juragua Nuclear Plant *[Havana Radio]* 10
Correspondents Discuss Energy Problems *[Havana Radio]* 10
Agriculture Minister Reports Decline in Livestock Levels *[NOTIMEX]* 12
Robaina: Country Pursuing 'Humanitarian Effort' *[Havana Radio]* 13
Costa Ricans To Protest 'Neoliberal' Policy *[Havana Radio]* 13
Results of Worldwide Government Scandals Examined *[Havana TV]* 13
Economic Changes Debated at Labor Research Meeting *[Havana TV]* 14

Haiti

U.S. Soldier, Armed Civilian Killed in Reprisal *[Port-au-Prince Radio]* 14
Aristide Spokesman on National Budget, Security *[Port-au-Prince Radio]* 14
Source Says CEP Sent Draft Electoral Law to Aristide *[Port-au-Prince Radio]* 14
Senate President Comments on 45th Legislature *[Port-au-Prince Radio]* 15
Deputy Predicts End 4 Feb *[Port-au-Prince Radio]* 15
Deputies Approve Petroleum Product Price Increase *[Port-au-Prince Radio]* 15
Parliamentarians To Attend Conference in Brazil *[Port-au-Prince Radio]* 15

MEXICO

Trade Minister Hails U.S. Aid in Peso Crisis *[Paris LE FIGARO 12 Jan]* 16
Finance Secretariat: Investors Regaining Confidence *[NOTIMEX]* 17
PRD Proposes 5-Point Economic Alternatives *[Mexico City TV]* 18
Finance Secretary Reports Progress in Credit Negotiations *[NOTIMEX]* 18
Zedillo Urges Sacrifice, Vows Honesty in Face of Crisis *[Mexico City Radio]* 18
Banks Announce Cuts in Profit Margins To Ease Client Debt *[Mexico Radio]* 19
Workers Confederation Issues Circular Demanding Wage Hikes *[EL FINANCIERO 11 Jan]* 19
Demonstrations Staged in Capital To Protest Price Hikes *[Mexico City Radio]* 20
EZLN Declares Government Meeting 'Imminent,' Extends Truce *[Mexico Radio]* 20

CENTRAL AMERICA

Nicaragua

Daniel Ortega Said To Suffer Relapse in Heart Ailment *[Managua Radio]* 21

Panama

President Discusses Failed Assassination Plot *[Panama City Radio]* 21
Denies PRD Involved in Plot *[Panama City TV]* 24
Major Announces Increased Surveillance in Chiriqui Province *[LA PRENSA 12 Jan]* 24
Police Say Situation 'Normal' Following Plot Reports *[Panama City Tv]* 25
Attorney General To Begin Probe of Antigovernment Plot *[Panama City TV]* 25
Details on Arrested Plotters *[EL PANAMA AMERICA 12 Jan]* 26
Herrera Denies Part in Plot Against President *[Panama City TV]* 26
PRD Condemns 'Conspiracy' To Assassinate Perez Balladares
[LA ESTRELLA DE PANAMA 12 Jan] 27
Arnulfis Party Condemns Plot Against President *[EL PANAMA AMERICA 12 Jan]* 27
BVP Manager Says Mexican Crisis Not To Affect Market *[LA PRENSA 12 Jan]* 28

SOUTH AMERICA

Argentina

Stock Market Rallies; Confidence Improves *[NOTICIAS ARGENTINAS]* 29
Cavallo Reiterates Peso Not To Be Devalued *[TELAM]* 29
Central Bank Head Cited on Financial System 'Dollarization' *[NOTICIAS ARGENTINAS]* 29
Further on Central Bank Liquidity, Convertibility Measures *[NOTICIAS ARGENTINAS]* 30
Central Bank Measures To 'Bury' Fears of Devaluation *[TELAM]* 30
Details of Detainee's Testimony in AMIA Case *[NOTICIAS ARGENTINAS]* 31
Libyan Government Seeks Political Support, Enhanced Trade *[TELAM]* 32

Bolivia

Cardenas Says Zero Option 'Remained at Zero' *[PRESENCIA 3 Jan]* 32
Foreign Ministry Report Notes NAFTA Trade Ties, Potential *[LOS TIEMPOS 3 Jan]* 33
Poll Reveals Popularity of Political Parties *[HOY 14 Dec]* 33

Brazil

President Indicates Need To Approve Reforms *[O GLOBO 12 Jan]* 33
Foreign Minister Expresses Confidence in Economy *[TELAM]* 34
Value of Shares Drops Nearly $40 Billion *[AGENCIA ESTADO]* 34
'Sources' Say 37 Percent of Reserves 'Speculative Capital' *[Madrid EFE]* 34
Bank Executives Examine 10 Jan Stock Exchange Crisis *[FOLHA DE SAO PAULO 11 Jan]* 35
Sao Paulo, Rio Stock Exchanges Advance 'Sharply' *[Rio de Janeiro TV]* 35

Chile

Finance, Economy Ministers Express Optimism *[Santiago TV]* 36
Santiago Stock Exchange Recovers After 10 Jan Decline *[Santiago TV]* 36
Senate Approves Bill on Extradition Treaty *[EL MERCURIO 29 Dec]* 36

Colombia

Governor Comments on Plane Crash; Cause Unclear *[Santa Fe de Bogota Radio]* 36
Crash Blamed on Explosion *[Santa Fe de Bogota TV]* 37

Ecuador

President Comments on Goals in New Year's Address *[Quito Radio]* 38
Foreign Minister Affirms Interest in Trade Pact With Mexico *[NOTIMEX]* 38
Defense Ministry Reports Border Clash With Peruvian Military *[NOTIMEX]* 38
Foreign Ministry Issues 'Strong Protest' *[NOTIMEX]* 39
Reyes Torres, Ruminahui Update; Court Process *[VISTAZO Dec]* 39

Peru

Stock Exchange Appears To Overcome Mexican Crisis, Shows Advances *[TELAM]* 40
Fujimori Sets Low Inflation Rate as Government Goal *[EL COMERCIO 3 Jan]* 41
Economy Minister on Investment, Mexico, Jobs *[EL COMERCIO 1 Jan]* 41
State of Emergency Extended 60 Days in Lima, Callao *[Lima Radio]* 43

Venezuela

Israeli Foreign Minister Arrives, To Sign Economic Agreements *[Caracas TV]* 43

Guyana

Lobby Activity Begun Against Reductions in U.S. Aid *[CANA]* 43

Daily Report
Latin America

FBIS-LAT-95-010 *17 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Samper, Figueres Release Note to Clinton on USTR Probe *[NOTIMEX]* 1

CARIBBEAN

Cuba

Foreign Ministry Confirms U.S. Migration Talks Delegation *[PRENSA LATINA]* 2
Delegate on Upcoming Migration Talks *[Havana Radio]* 2
Rafter 'Concentration Camps' on Agenda *[Havana Radio]* 2
Alarcon To Head Delegation to U.S. *[Havana Radio]* 2
Official Assesses U.S. Moves To Uphold Accord *[Havana Radio]* 3
U.S. Migration Talks Delegation Departs *[Havana Radio]* 3
PRENSA LATINA on Upcoming Talks With U.S. 3
Delegation Arrives in New York *[PRENSA LATINA]* 4
Cuban Americans Cited on Migration Problems *[Havana TV]* 4
Spokesman on U.S. Plan To Send Panama Rafters to Guantanamo *[PRENSA LATINA]* 4
ANPP President Opposes Moving Rafters *[Havana Radio]* 4
More U.S. Troops Due in Panama *[Havana TV]* 5
Paper: U.S. Has Spent $760 Million on Haiti Operations *[Havana Radio]* 5
Canadian Parliamentary Delegation Pays Visit 5
Views U.S. Blockade *[Havana Radio]* 5
Holds Meeting With Lage *[PRENSA LATINA]* 5
Meets With Castro *[Havana Radio]* 6
Ends 'Fruitful' Visit *[PRENSA LATINA]* 6
Costa Rican Minister Comments on U.S. Blockade *[PRENSA LATINA]* 7
Costa Rican Vice President Reports U.S. Pressure *[Havana Radio]* 7
Costa Rica, Honduras To Open Interests Offices *[PRENSA LATINA]* 7
Castro Receives Paraguayan Delegation *[Havana Radio]* 8
Accord With Mexican Legal Institute To Continue *[Havana Radio]* 8
Storm Creates Water Shortages in Havana Vieja *[Havana Radio]* 8
Causes Crop Losses *[PRENSA LATINA]* 8
Affects Sugarcane, Electricity *[Havana Radio]* 9
More on Casualties, Damage *[Havana Radio]* 9
Further on Storm Damage *[Havana Radio]* 9
Lazo Urges Control of Youths 'Bothering' Tourists *[Havana Radio]* 10

Inter-Caribbean Affairs

OECS Chairman Protests U.S. Objection on Bananas *[CANA]* 10

Dominica

Charles Fears U.S. 'Retaliatory Action' on Bananas *[CANA]* 10

Haiti

Foreign Ministry Warns About Refugee Repatriation *[NOTIMEX]* 11
Foreign Minister Comments on Returning Refugees *[Port-au-Prince Radio]* 12
Repatriation Accord Signed With Bahamas *[Nassau Radio]* 12
Further on Repatriation Accord *[CANA]* 13
Aristide Praises Clinton, U.S. Military *[Port-au-Prince Radio]* 13
Aristide Offers Condolences on U.S. Soldier's Death *[Port-au-Prince Radio]* 14

Michel on Death of U.S Soldier *[Port-au-Prince Radio]* 14
Deputies End Work To Protest Spokesman's Remarks *[Port-au-Prince Radio]* 14
Dismissed Military Officials Offer Aristide Support *[Port-au-Prince Radio]* 15
Demonstrators Demand Dismissal of Minister *[Port-au-Prince Radio]* 15

MEXICO

Bulletin Notes Clinton's Call to Zedillo *[Mexico City TV]* 16
Government Denies Oil Used To Guarantee U.S. Aid *[NOTIMEX]* 16
Democracy 2000 Asks Clinton Not To Back Salinas' WTO Bid *[UNOMASUNO 13 Jan]* 16
No Official Resources Used To Back Salinas' Bid *[NOTIMEX]* 17
Zedillo Sees Trade Opportunities in Asia-Pacific Region *[NOTIMEX]* 17
Views Economic Recovery *[Mexico City TV]* 18
Japanese Banks Prepare Billions of Dollars in Credits *[LA JORNADA 13 Jan]* 18
Finance Secretary Explains Recovery Plan *[Mexico City TV]* 18
Finance Secretariat Announces 1995 Fiscal Reforms *[EL FINANCIERO 13 Jan]* 20
IDB President: Markets 'Exaggerated' Economic Crisis *[NOTIMEX]* 20
Productive Sector: Exports Not To Drive Recovery *[EL FINANCIERO 9 Jan]* 21
Business Council Head: Sector Backs Economic Plan *[Mexico City TV]* 21
Price of Family Basket To Increase *[Mexico City Radio]* 22
Milk Price To Rise; Other Prices Being Negotiated *[Mexico City TV]* 23
Editorial Questions Measures Taken To Improve Economy *[LA JORNADA 12 Jan]* 23
Commentary: Domestic Purchasing Power Key to Recovery *[Mexico City TV]* 24
Zedillo Government Holds First Direct Meeting With EZLN *[Mexico City TV]* 24
EZLN Communique on Meeting *[Mexico City TV]* 25
Government Secretary: Meeting 'Positive' *[NOTIMEX]* 25
Conai Issues Communique *[LA JORNADA 16 Jan]* 25
Further on Initial Talks *[Mexico City TV]* 26
Bishop Ruiz, Government View Talks *[Mexico City Radio]* 26
Government Secretariat Issues Bulletin *[Mexico City TV]* 26
Former PRD Candidate Avendano Views EZLN Talks *[Mexico City TV]* 27
Chiapas Governor Reiterates Offer To Resign *[Mexico City Radio]* 27
Secretary: Preserving Order in Chiapas Indispensable *[NOTIMEX]* 28

CENTRAL AMERICA

Belize

Prime Minister Announces 'Surprise' Reshuffle *[CANA]* 29

Costa Rica

Battle With U.S. Foreseen Over Banana Accord *[ACAN]* 29

El Salvador

President Swears in Finance, Agriculture Ministers *[San Salvador TV]* 30

Nicaragua

Meeting Sought With Costa Rica To Solve Migration Problem *[Managua TV]* 30

Panama

Legislator Remarks on Cuban Rafters' Return *[Panama City TV]* 31
Rafters Oppose Return *[Panama City TV]* 31
Foreign Ministry: Rafters' Departure 'Irreversible' *[Panama City TV]* 32
More on Galindo Remarks *[Panama City TV]* 32
President Terms Assassination Plot 'Act of Madness' *[LA PRENSA 14 Jan]* 32
Assembly Issues Resolution on Assassination Plot *[EL SIGLO 14 Jan]* 33
Attorney General Seeks Evidence Against Plot *[LA ESTRELLA DE PANAMA 13 Jan]* 33

Boquete Police Units Transferred to Other Barracks *[LA PRENSA 13 Jan]* 33
Intelligence Sources Discuss 'Conspiracy' *[EL PANAMA AMERICA 13 Jan]* 34
Report Notes Investigation Into Foiled 'Conspiracy' *[LA ESTRELLA DE PANAMA 13 Jan]* 34
CTRP Not Ruling Out Plot as 'Political Ploy' *[EL PANAMA AMERICA 13 Jan]* 35
PRD Front Conveys Support to Perez Balladeres *[LA ESTRELLA DE PANAMA 13 Jan]* 35
Involved PRD Members To Be Expelled *[EL PANAMA AMERICA 13 Jan]* 36
PDC Rejects 'Conspiracy' Against President *[Panama City TV]* 36
Individual Accused in Plot Views Charges *[Panama City TV]* 36
Opposition Groups Reject Plot Against President *[PANAMA AMERICA 14 Jan]* 37
Businessmen Fear Plot To Scare Away Investors *[ACAN]* 37

SOUTH AMERICA

Argentina

Economy Minister Cavallo Returns From U.S. 'Satisfied' *[TELAM]* 39
Cavallo: 'There is No Threat to Our Stability' *[Paris LE MONDE 13 Jan]* 39
Israel's Peres Arrives, Comments on Probe Into Attacks *[TELAM]* 39
Further Remarks on Attack *[TELAM]* 40
Meets Menem, Discusses Terrorism *[NOTICIAS ARGENTINAS]* 40
Departs for Uruguay *[TELAM]* 41
Central Bank Chair Announces $1 Billion 'Security Fund' *[TELAM]* 41

Bolivia

Antinarcotics Commander Tenders Resignation *[La Paz TV]* 41
Army General Command Appointments Disclosed *[PRESENCIA 31 Dec]* 42
Aranibar Reacts to Remarks by Chilean Foreign Minister *[PRESENCIA 4 Jan]* 43

Brazil

Cardoso Link Denied With Man Said To Help U.S. Commerce Secretary *[AGENCIA ESTADO]* 43
Justice Minister 'Unaware' of U.S. Drug Aid Suspension *[AGENCIA ESTADO]* 43
Reactions to Suspension of U.S. Antidrug Aid Noted *[AGENCIA ESTADO]* 43
Editorial Notes 'Decisive' Clinton Role in Mexican Crisis *[O ESTADO DE SAO PAULO 13 Jan]* 44
Cardoso Decides To Grant Audiences to Lawmakers *[JORNAL DO BRASIL 12 Jan]* 45
Finance Minister on Privatization of State Banks *[Brasilia Radio]* 45
'Positive' 1994 Capital Arrival, Remittance Balance Noted *[AGENCIA ESTADO]* 45
December Trade Deficit 'Mistake' Affects Market *[AGENCIA ESTADO]* 46
Trade Deficit Figures Pressuring Interest Rates *[AGENCIA ESTADO]* 46
Stocks Recover After Initial Drop Over Trade Figures *[AGENCIA ESTADO]* 46
Financial Market Starts 16 Jan Operations 'Under Pressure' *[AGENCIA ESTADO]* 47

Chile

No Formal Objection to Laguna del Desierto Ruling Expected *[TELAM]* 47
Frei Promulgates New Law on Drug Trafficking *[Santiago TV]* 47

Colombia

Government Rules Out Reinstating Extradition Policy *[Santa Fe de Bogota TV]* 48
Escobar 'Lieutenant' Linked To Plot To Kill Prosecutor *[Santa Fe de Bogota TV]* 48
Glyphosate Sprayings of Illegal Crops Continue *[Santa Fe de Bogota TV]* 48
Power Failure Probable Cause of Airline Accident *[NOTIMEX]* 49
Airline Manager Comments on Crash *[Santa Fe de Bogota TV]* 49
FARC Kills Six Police in Two Departments *[Santa Fe de Bogota TV]* 50
FARC Attacks Continue *[Santa Fe de Bogota TV]* 50
Government Implements 'Operation Presence' To Secure Order *[Santa Fe de Bogota TV]* 51
Commentary Views Causes of Putumayo Unrest *[EL ESPECTADOR 8 Jan]* 51

Ecuador

Ministry Confirms Incidents on Border With Peru *[Quito Radio]* 52
Army Chief Meets Peruvian Counterpart *[Quito Radio]* 52
Armed Forces Deny Concealing Border Occupation *[Madrid EFE]* 52
Frank Vargas' Leftist Coalition Analyzed *[VISTAZO Dec]* 53

Peru

Ecuador Urged To Solve Border Conflict 'Through Dialogue' *[Madrid EFE]* 54
Government Extends State of Emergency in Cusco *[AFP]* 55

Uruguay

'Strict Security' Implemented for Visit by Israel's Peres *[Montevideo Radio]* 55
President-Elect Meets With Peres *[Madrid EFE]* 55
Peres Meets Jewish Leaders, Denounces Iran *[NOTICIAS ARGENTINAS]* 56
Lauds Ties, Links Iran to Attacks *[TELAM]* 56
Says Peace Possible *[LA PRENSA 15 Jan]* 57
Stresses Nonintroduction of Nuclear Weapons *[TELAM]* 58

Venezuela

Prosecutor Requests U.S. Agreement on Financial Crime *[Caracas TV]* 59
Council Approves Transfer of Deposits to State Banks
[REPORTE DE LA ECONOMIA 12 Jan] 59
Fogade Accused of Forging Progreso Bank Documents *[Caracas TV]* 60

Daily Report
Latin America

FBIS-LAT-95-011 *18 January 1995*

CONTENTS

CARIBBEAN

Cuba

Official Comments on Planned Migration Talks *[Havana Radio]* 1
Commentary Views Talks *[Havana Radio]* 1
U.S. Anti-Immigrant Feeling Said Spreading *[Havana Radio]* 1
GRANMA Decries U.S. Decision Not To Try Cuban *[PRENSA LATINA]* 2
Seminar on U.S. Policy Toward Cuba Begins *[Havana Radio]* 2
Panamanian Official Decries U.S. Policy Toward Cuba *[Havana Radio]* 2
IAEA Praises Cuban Nuclear Energy Program *[Havana Radio]* 3
IAEA Head Comments on Juragua Status *[PRENSA LATINA]* 3
Ministry Spokesman on Russian Protocols, Rafters *[Havana Radio]* 4
Castro Interviewed on Future of Ties With Paraguay *[Madrid EFE]* 4
Minaz To Assist Paraguay in Sugar Production *[PRENSA LATINA]* 5
Colombian Envoy Views Trade, Relations *[PRENSA LATINA]* 5
Honduras, Costa Rica Wish To Strengthen Ties *[Havana Radio]* 6
Costa Rican Minister Comments on Visit *[Havana Radio]* 6
Foreign Minister Greets Caricom Delegation *[PRENSA LATINA]* 6
Thanks Caricom Officials *[Havana TV]* 6
Cabrisas Greets Caricom Ministers *[Havana Radio]* 7
Storm Brings Hurricane Force Winds, Rain to West *[Havana Radio]* 7
Recovery Focuses on Agricultural Cycles *[Havana Radio]* 8
Agricultural Sector Posts 'Slight Recovery' in 1994 *[PRENSA LATINA]* 8
Reporter Dismisses Sugar Quota Cutback Rumor *[Havana Radio]* 9
CITMA Minister on 1994 Scientific Achievements *[PRENSA LATINA]* 9

Inter-Caribbean Affairs

Guyana Invites Caricom States To Share Mission in Cuba *[CANA]* 9
Cuba-Caricom Meeting Sets Objectives *[CANA]* 10

Cayman Islands

'Phased Program' of Refugee Transfers to Guantanamo Sought *[CANA]* 10

Dominican Republic

Mistreatment of Haitian Emigrants Described *[EL NACIONAL 21 Dec]* 11
Editorial Notes Improved Ties With Haiti *[LISTIN DIARIO 26 Dec]* 11
Electoral Board's Challenges Cited *[EL NACIONAL 25 Dec]* 12
Exchange Rate Policies Accepted *[LISTIN DIARIO 22 Dec]* 12
Free Trade Zone in Salcedo Announced *[LISTIN DIARIO 20 Dec]* 13

Haiti

Police Retraining Courses Begin; Human Rights Stressed *[Port-au-Prince Radio]* 13
Prime Minister Discusses New Police Force *[Port-au-Prince Radio]* 14
Interim Police Officials Meet New Officers *[Port-au-Prince Radio]* 14
Demobilized Military Offered Employment Options *[Port-au-Prince Radio]* 14
Government Submits Electoral Bill to Parliament *[Port-au-Prince Radio]* 14
Senate Budget Vote To Follow Lower Chamber's Verdict *[Port-au-Prince Radio]* 15

MEXICO

Zedillo Announces National Political Accord *[Mexico City Radio]* 16
Secretary Announces Commitments *[Mexico City Radio]* 17
PRD Leaders Meet With Zedillo for First Time *[Mexico City TV]* 17
PRD President Holds News Conference *[Mexico City TV]* 18
PRD Calls For Accord To Solve Crisis *[LA JORNADA 12 Jan]* 18
EZLN Announces 'Unilateral,' 'Indefinite' Cease-Fire *[NOTIMEX]* 20
Army Withdraws From Positions in Chiapas State *[Mexico City Radio]* 20
Zedillo Cabinet, Chiapas Policy Attacked *[LA JORNADA 23 Dec]* 20
Rights Leader Criticizes Government *[LA JORNADA 28 Dec]* 23
Bank of Mexico Issues $400 Million Worth of Tesobonos *[NOTIMEX]* 24
President Reassures PRI Leaders on Pemex Ownership *[Mexico City TV]* 24
President Asks Cabinet To Implement Austerity Measures *[Mexico City TV]* 25
Business, Labor Leaders on Crisis, Measures *[Mexico City Radio]* 25
Business Sector Reacts to Fixed Exchange Rate *[EL FINANCIERO 12 Jan]* 26
Coparmex Chapter Rejects Accord; Governments Cut Costs *[LA JORNADA 13 Jan]* 27
Secretary Affirms Crisis Beneficial to Industry *[LA JORNADA 12 Jan]* 28
Agrarian Congress Releases Communique on Unity Accord *[LA JORNADA 12 Jan]* 28
Consumer Office Closes Stores for Price Violations *[LA JORNADA 12 Jan]* 29
Securities Exchange Reports Fall in Foreign Investment *[NOTIMEX]* 30
European Commission Offers Support To Stem Crisis *[LA JORNADA 12 Jan]* 31
Communications Secretariat Announces Appointments *[Mexico City TV]* 31
Emasculation of Rights Bodies Seen *[LA JORNADA 6 Dec]* 31

CENTRAL AMERICA

Belize

Authorities Uncover 'Massive' Drug Trafficking Operation *[CANA]* 33

El Salvador

Progress on Land Transfer Program Assessed *[PROCESO 14 Dec]* 33

Guatemala

URNG Proposes Signing Agreements by 1 Feb *[SIGLO VEINTIUNO 11 Jan]* 35
Minister Describes Proposal as 'Positive' *[Guatemala City TV]* 35

Honduras

President Views Forged Visa Documents, Corruption *[LA TRIBUNA 13 Jan]* 35
Foreign Minister Explains Opening Havana Office *[Tegucigalpa TV]* 36

Panama

Immigration Official Discusses Rafters Issue *[EL SIGLO 12 Jan]* 37
Human Rights Head Accuses UN of Apathy on Rafters *[EL SIGLO 17 Jan]* 37
Column: U.S. Has Responsibility To Accept Cubans *[LA ESTRELLA DE PANAMA 17 Jan]* 38
Chairman on Reduction of Foreign Military Personnel *[EL PANAMA AMERICA 13 Jan]* 38
Foreign Ministry Criticized Over Canal Workers Issue *[LA PRENSA 16 Jan]* 38
Economist: Policy Drafters Should Not Wait for NAFTA *[EL SIGLO 16 Jan]* 39

SOUTH AMERICA

Argentina

Menem To Make 'Pertinent Contacts' on al-Qadhdhafi Request *[NOTICIAS ARGENTINAS]* 40
Menem Rejects Total Dollarization of Economy *[NOTICIAS ARGENTINAS]* 40
Cavallo Views U.S. Visit; 'Important Endorsement' Received *[TELAM]* 40
Economy Minister Cavallo Views 'Storm' *[CLARIN 15 Jan]* 41

Brazil

Foreign Ministry Denies End to U.S. Antidrug Aid *[Madrid EFE]* 43
Lampreia Discusses MTCR, NPT, Cardoso's U.S. Visit *[GAZETA MERCANTIL 12 Jan]* 43
Equal Treatment for Private, State Banks Urged 44
Interview With Febraban President *[FOLHA DE SAO PAULO 12 Dec]* 44
Malan Comments *[FOLHA DE SAO PAULO 12 Dec]* 46

Chile

'Urgent' Measures for Agriculture Announced *[EL MERCURIO 18 Dec]* 46
PS Officials on Conflict With CUT *[EL MERCURIO 12 Dec]* 48
Appeals Court Rules on Cordeiro Case *[LA NACION 10 Dec]* 49

Colombia

Samper Launches National Health, Social Security Plan *[Santa Fe de Bogota TV]* 49
Rebel Groups Announce All-Out War in Uraba *[Santa Fe de Bogota TV]* 50
Alternative Crop Programs Yield Mixed Results *[EL ESPECTADOR 8 Jan]* 50

Ecuador

Foreign Ministry Urges Dialogue With Peru *[Quito Radio]* 51
Private Investment Plans in Oil Sector for 1995 *[EL COMERCIO 6 Dec]* 52
Proof of Torture in Putumayo Detainee Case *[EL UNIVERSO 26 Dec]* 52

Peru

Poll: Fujimori's Popularity Drops 7 Points *[Madrid EFE]* 53
Election Board Rejects Registration of 3 Movements *[Lima TV]* 53
High Interest Rates, 'Antiexport' Policy Decried *[CARETAS 29 Dec]* 54

Uruguay

Peres Declines To Detail Probe Into Argentine Attacks *[CLARIN 15 Jan]* 56
Security Forces on 'Full Alert' Against 'Terrorists' *[LA MANANA 9 Jan]* 57

Venezuela

Prosecutor General Proposes Extradition Treaty With U.S. *[ECONOMIA HOY 13 Jan]* 57
Caldera Hosts Banquet for Israel's Peres *[EL GLOBO 13 Jan]* 58
Foreign Minister Outlines Priorities *[EL NACIONAL 10 Jan]* 59
Finance Minister Denies Revaluation of Bolivar *[Caracas TV]* 60

Daily Report
Latin America

FBIS-LAT-95-012 *19 January 1995*

CONTENTS

CARIBBEAN

Cuba

PRENSA LATINA Previews Talks With U.S. 1
Comments of U.S. Official Reported *[Havana Radio]* 1
New Round of Talks With U.S. Gets Under Way *[PRENSA LATINA]* 1
U.S. Efforts To Speed Up Processing Noted *[Havana Radio]* 2
Further on Meeting *[Havana Radio]* 2
Delegation Member on Topics at Meeting *[Havana Radio]* 2
Office Director Comments on Talks *[Havana Radio]* 3
Conditions on U.S. Aid to Mexico Noted *[Havana Radio]* 3
Rosales at CDR Meeting: Defense Won in Community *[Havana Radio]* 4
Ross Leal Views CTC Labor Research Meeting *[Havana TV]* 4
Generals Castro, Rosales Chair Turquino Plan Meeting *[Havana Radio]* 4
Castro's Congratulations Relayed to Zone 11 Residents *[Havana Radio]* 5
Commentary Discusses Efficiency Assemblies *[Havana Radio]* 5
Commentary Discusses Farmers Markets *[Havana Radio]* 6
Roundup of Economic Developments *[Havana Radio, etc.]* 7
Roundup of Politburo Members' Activities *[Havana Radio, etc.]* 8

Haiti

Summary of Electoral Law Provided; Deputies React *[Port-au-Prince Radio]* 8
Minister of Public Works, Transport, Communications Named *[Port-au-Prince Radio]* 9
Information Ministry Publishes Socialist Congress Agenda *[Port-au-Prince Radio]* 9

St. Vincent and the Grenadines

Prime Minister Reassures Banana Growers on Threats to EU *[CANA]* 9

MEXICO

Banxico Governor Cited on Mission in Washington *[EL FINANCIERO 17 Jan]* 11
Congress Announces Support for Political Accord *[NOTIMEX]* 11
PRD, PAN Leaders View Los Pinos Political Accord *[Mexico City TV]* 12
PAN Issues Statement on Economic Crisis *[LA JORNADA 16 Jan]* 13
PRI Supporters Stage Protests in Tabasco State *[Mexico City Radio]* 14
PAN To Propose Hearings Against Public Officials *[LA JORNADA 13 Jan]* 16
Poll Shows Support for Accusations Against Salinas *[REFORMA 8 Jan]* 17
Poll Shows Negative Reaction to Crisis, Measures *[UNOMASUNO 17 Jan]* 18
EZLN Issues Communique on Cease-Fire *[LA JORNADA 18 Jan]* 18
EZLN Issues Communique on Government Meeting *[LA JORNADA 18 Jan]* 19
Government Response on Chiapas Examined *[PROCESO 19 Dec]* 19
Unions Agree on Strategy To Strengthen Labor Movements *[LA JORNADA 12 Jan]* 25
Deputy Prosecutor on Assassination Investigations *[Mexico City TV]* 26
Attorney General: Drug Trafficking Fight Corrupting PGR *[REFORMA 12 Jan]* 26
Secretariat: Taxable Income Base To Be Expanded *[NOTIMEX]* 26
IDB Grants Loans for Education, Development *[NOTIMEX]* 27
Decree Promulgates Trade Accord With Colombia, Venezuela *[NOTIMEX]* 27

CENTRAL AMERICA

El Salvador

President Reports Arrival of U.S. Soldiers on Mission *[LA PRENSA GRAFICA 18 Jan]* 28
Calderon Sol Discusses Economic Plans *[San Salvador Radio]* 28
Labor Sector Criticizes Government Economic Plan *[San Salvador Radio]* 32
Defense Minister on Border Patrol, Need for Demarcation *[San Salvador Radio]* 32
Defense Minister Urges Armed Forces Modernization *[DIARIO LATINO 16 Jan]* 33

Nicaragua

Lacayo: 60 Percent of Property Problems Solved *[Managua Radio]* 33
Chamorro Addresses National Assembly *[Managua Radio]* 33
FSLN Dissidents Take Action To Form Party *[Hamburg DPA]* 37

Panama

Source Accuses 2 of Directing Assassination Attempt *[LA PRENSA 18 Jan]* 37

SOUTH AMERICA

Argentina

Labor Leader Warns About NAFTA, U.S. 'Hegemony' *[Madrid EFE]* 39
Interior Minister Rules Out Possibility of Social Outbreak *[TELAM]* 39
Bank President Urges Caution on Market Floor *[TELAM]* 39
Defense Minister Rejects Possibility of Military Wage Hike *[NOTICIAS ARGENTINAS]* 39
UCR Candidate Rules Out New Agreement With Ruling Party *[TELAM]* 40
South Atlantic Oil Exploration 'Battle' Examined *[NOTICIAS ARGENTINAS]* 40
Government Rejects Approach by Libyan Leader *[CLARIN 13 Jan]* 41

Bolivia

Simon Sejas Installed as New Antinarcotics Commander *[La Paz Radio]* 41
Coca Growers Await Economic Changes To Resume Eradication *[PRESENCIA 1 Jan]* 42
Government Implements Master Plan for Developing Chapare *[LOS TIEMPOS 8 Jan]* 42
'Drastic Measures' Planned To Eradicate Coca in Chapare *[LOS TIEMPOS 9 Jan]* 43
Union Leader: Zero Option Would Create 'Civil War' *[PRESENCIA 12 Jan]* 43
Military 'Fully Capable' of Repelling Peruvian 'Terrorists' *[PRESENCIA 8 Jan]* 44
Editorial Promotes Understanding To Solve National Problems *[EL MUNDO 10 Jan]* 44
President Receives Year-End Greetings From Diplomats, Military *[La Paz TV]* 45
Major Political Parties Analyzed *[PRESENCIA 11 Dec]* 45
Popular Participation Update; Plans for 1995 *[HOY 13 Dec]* 46

Brazil

Justice Minister Views Constitutional Package *[O GLOBO 16 Jan]* 47
Exporters Beginning To Feel Effects of Mexican Crisis *[JORNAL DO BRASIL 6 Jan]* 48
Editorial Analyzes Connotations of Mexican Crisis *[O ESTADO DE SAO PAULO 12 Jan]* 48
Article Analyzes Effects of Crisis on Mercosur *[GAZETA MERCANTIL 11 Jan]* 49
Hiring of New Public Employees Suspended for 90 Days *[AGENCIA ESTADO]* 50
New BC President Blames Sarney for Failure of Cruzado Plan *[AGENCIA ESTADO]* 50
Air Force Suspends Fighter Plane Activities, New Purchases
[O ESTADO DE SAO PAULO 9 Jan] 51

Chile

Finance Minister Says Country Fully Ready To Join NAFTA *[Madrid EFE]* 51
Finance, Foreign Ministries Clash Over NAFTA Negotiations *[Madrid EFE]* 51
Court Voids Articles 'Vital' for Fighting Money Laundering *[Madrid EFE]* 52

'Rightist' Party Urges Ignoring Laguna del Desierto Ruling *[Madrid EFE]* 53

Colombia

Alleged Guerrillas Kidnap U.S. Engineer in La Guajira *[Madrid EFE]* 53
Finance Minister Defends Government Economic Policy *[Hamburg DPA]* 53
Putumayo Coca Growers Agree Cultivations Illegal *[Santa Fe de Bogota TV]* 54
Plight of Putumayo Coca Growers Described *[EL ESPECTADOR 8 Jan]* 54
Life in Guaviare Coca-Growing Area Described *[EL TIEMPO 8 Jan]* 55

Ecuador

President Announces Plebiscite; Spokesman Comments *[Quito Radio]* 56
Country To Remain Outside EU Banana Agreement *[NOTIMEX]* 57

Paraguay

Brazilian Foreign Minister Visits, Holds Talks *[ABC COLOR 18 Jan]* 57

Peru

Susana Higuchi on Hunger Strike To Protest JNE Decision *[Madrid EFE]* 57
More Military, Police Removed From Electoral List *[Madrid EFE]* 58

Uruguay

BVM President Discusses Operations, Mexican Situation
[EL OBSERVADOR ECONOMICO 12 Jan] 58
Editorial Examines Mexican Peso Crisis *[EL OBSERVADOR ECONOMICO 12 Jan]* 58

Venezuela

Progreso Banker's Assets Ordered Seized *[Caracas TV]* 59
President Caldera Vows To Guarantee Strong Navy *[EL NACIONAL 14 Jan]* 60

Guyana

President Addresses Army on Economic, Security Concerns *[CANA]* 60

Daily Report
Latin America

FBIS-LAT-95-013 20 January 1995

CONTENTS

CARIBBEAN

Cuba

U.S.-Cuban Migration Talks Continue in New York 1
Cuban Delegation To Discuss Minors *[PRENSA LATINA]* 1
Agenda of Final Day Previewed *[PRENSA LATINA]* 1
Final Round of Talks Begins *[PRENSA LATINA]* 1
Spokesman Views Latest Round of Talks *[Havana Radio]* 2
Newscast Reports Conclusion of Talks *[Havana Radio]* 2
Alarcon Lists Points of Contention *[PRENSA LATINA]* 2
Castro Sends Condolences to Japan; Robaina To Travel *[Havana Radio]* 3
Robaina Asian Tour Scheduled for 23 Jan-12 Feb *[Havana TV]* 3
Australian Foreign Minister Arrives for Visit *[PRENSA LATINA]* 3
Report Previews Agenda for Visit *[Melbourne Radio]* 3
Cabrisas, Evans Comment on Visit *[Havana Radio]* 4
Evans Signs Cooperation Agreement *[Havana Radio]* 4
Castro Meets Evans on Trade, Sports *[Havana Radio]* 5
Evans, Castro Discuss Dissidents *[Melbourne Radio]* 5
Robaina States Willingness To Improve Ties With Neighbors *[PRENSA LATINA]* 5
Mexico's Zedillo Rejects U.S. Conditions on Aid *[Havana Radio]* 6
Commentary Outlines Mexican Crisis *[Havana Radio]* 6
Caricom Commission Ends Meeting in Havana *[Havana Radio]* 7
Meeting Results in Expanded Integration *[PRENSA LATINA]* 7
CTO Conference Includes 20 Countries *[Havana TV]* 7
Brazilian Delegation Discusses Cooperation *[Havana Radio]* 8
Lage Signs Agreements With Colombian President *[Havana Radio]* 8
Trade Agreement Covers 900 Products *[Havana Radio]* 8
Talks With Bahamas On Communications, Drugs, Tourism *[Havana TV]* 8
Diplomatic Ties With St. Kitts and Nevis Considered *[Havana Radio]* 8
Foreign Minister Defends Right To Choose Destiny *[PRENSA LATINA]* 8
Finance Ministry Issues Document Assessing Economy *[Hamburg DPA]* 9
Ross Announces Third Round of Efficiency Assemblies *[Havana Radio]* 9
Finance, Price Minister Announces Improved Economy *[Havana Radio]* 10
Vice Minister Links Advances, Economic Recovery *[Havana Radio]* 10
Military Unit 1011 Congratulated by Fidel, Raul Castro *[Havana Radio]* 10
Lage Tours Tobacco Plantations To Observe Rain Damage *[Havana TV]* 10
Palmero Delivers Castro Message to Havana Workers *[Havana Radio]* 11
National Bank Confirms Three-Peso Coins Still Good *[Havana Radio]* 11
State Inspectors Council To Control Self-Employment *[Havana Radio]* 11
Civil Aviation To Finance Shoe Production With 1994 Profits *[PRENSA LATINA]* 11
Santiago de Cuba Electric Plant Exceeds 1994 Goal *[Havana Radio]* 11
Roundup of Politburo Members' Activities *[Havana TV, etc.]* 12
Commentary Assesses 'New World Order' *[Havana Radio]* 12
Panel Debates History-Ideology Ties *[Havana Radio]* 13
Commentary Supports Economic Changes *[Havana Radio]* 15
Commentator Examines Decline of Financial Integrity *[Havana Radio]* 15
Correspondents Discuss Efficiency *[Havana Radio]* 16
Commentary on Positive Results of Farmers Markets *[Havana Radio]* 18

Inter-Caribbean Affairs

Cuba, Caricom Agree To Hold Third Meeting in 1996 *[CANA]* 19

Grenada

National Budget Includes Corporate Tax Concessions *[CANA]* 19

Haiti

MINUHA To Assume Multinational Force Command 31 Mar *[Port-au-Prince Radio]* 19
CEP Projects Elections for 3 Months After Law Approval *[Port-au-Prince Radio]* 20
Deputies Stop Budget Work To Question Executive Letter *[Port-au-Prince Radio]* 20
Government Spokesman on Work Stoppage *[Port-au-Prince Radio]* 21

MEXICO

Minister: Sovereignty Not Involved in Talks With U.S. *[NOTIMEX]* 22
Legislators: U.S. Conditions for Aid Unacceptable *[LA JORNADA 19 Jan]* 22
Congress Approves Ambassador to U.S.; Envoy Comments *[Mexico City Radio]* 23
PRI Issues Communique on Tabasco Situation *[Mexico City TV]* 23
PRI Deputy Comments *[Mexico City Radio]* 24
Government Secretariat Urges Tabasco Dialogue *[Mexico City Radio]* 25
Legislators React to Conflict in Tabasco *[Mexico City Radio]* 26
Zedillo Promotes Plan To Hike Foreign Investments in Banks *[UNOMASUNO 18 Jan]* 27
Zedillo Proposes Privatization of Railroads, Satellites *[EL FINANCIERO 17 Jan]* 27
Analysts: Banxico Autonomy 'Exists Only on Paper' *[EL FINANCIERO 16 Jan]* 28
Report Profiles Federal Government's Internal Debt *[LA JORNADA 17 Jan]* 29
Industrialists Recommend Strategy To Face Crisis *[EL FINANCIERO 16 Jan]* 30
Business Leaders Outline Plans To Cope With Reduced Sales
[UNOMASUNO (ECONOMIA Supplement) 18 Jan] 30
Mexico To Remain Full-Fledged Member of OECD *[NOTIMEX]* 31
Chiapas Leaders Agree Dialogue Reduces Tension *[UNOMASUNO 17 Jan]* 31
Conai President Views Chiapas Peace Process *[EL FINANCIERO 18 Jan]* 32
Chiapas Sierra Madre Armed Actions Cited *[LA JORNADA 21 Dec]* 33

CENTRAL AMERICA

El Salvador

Finance Minister Defends Proposed Economic Plan *[EL DIARIO DE HOY 17 Jan]* 34
Exporters Corporation Notes Risks of Economic Plan *[EL DIARIO DE HOY 17 Jan]* 34

Guatemala

De Leon Gives State of Nation Address *[Guatemala City Radio, TV]* 35
Rios Montt Assumes Post of Congress President *[LA REPUBLICA 15 Jan]* 39

Nicaragua

Finance Minister Denies Currency Devaluation Rumors *[Managua TV]* 39
Ramirez Sets Priorities for Renewal Party *[EL NUEVO DIARIO 17 Jan]* 40

Panama

Minister Announces Date for Transfer of Cubans *[LA PRENSA 19 Jan]* 41

SOUTH AMERICA

Argentina

Brazil's Lampreia Arrives, To Meet Menem *[TELAM]* 42
Di Tella Urges Simplifying Mercosur Border Controls *[TELAM]* 42
Di Tella Terms Laguna del Desierto 'Closed Subject' *[TELAM]* 43
Central Government Orders Budget Cuts in Ministries *[TELAM]* 43
Ruckauf Discusses Vice Presidential Candidacy *[CLARIN 7 Jan]* 44

Bolivia

FELCN Seizes 400 Kg of Cocaine in Navy Trucks *[La Paz TV]* 46
Further on Seizure of Cocaine *[La Paz TV]* 46
6 Arrested in Cocaine Seizure *[La Paz Radio]* 46
Antidrug Chief Announces 'All-Out War' Against Trafficking *[La Paz Radio]* 47
Finance Minister Cites 1994 Economic Achievements *[EL MUNDO 18 Dec]* 47
Sanchez de Lozada Promises To Study Employment *[La Paz Radio]* 47

Brazil

Cardoso Introduces 'New Style' of Political Coordination *[O GLOBO 18 Jan]* 48
Cardoso Cites Mexico in Urging Congress To Pass Reforms *[O GLOBO 18 Jan]* 49
Cardoso To Sign Lucena's Amnesty, Veto Minimum Wage Bill *[Brasilia Radio]* 49
Relationships, Dynamics of Cardoso Family Seen *[VEJA 21 Dec]* 50
New Foreign Minister Lampreia Interviewed *[LA NACION 19 Jan]* 52
Military Lobbying for Constitutional Amendment on Status *[JORNAL DO BRASIL 12 Jan]* 53
Army Chief Points Out Armed Forces' Lack of Resources *[FOLHA DE SAO PAULO 13 Jan]* 54
Armed Forces To Resume Investments in 1995 *[GAZETA MERCANTIL 16 Jan]* 54
Army Finds 'True War Arsenal' in Rio de Janeiro Ghetto *[AGENCIA ESTADO]* 55
Finance Minister Orders Investigation Into Trade Figures *[AGENCIA ESTADO]* 55
Mandatory Deposit Eliminated in Response to Mexican Crisis
[O ESTADO DE SAO PAULO 13 Jan] 55
Finance Ministry Issues Communique on Trade Deficit *[Brasilia Radio]* 56
Dollar Withdrawals, Market Operations Analyzed *[AGENCIA ESTADO]* 56
Serra Emerges as 'Big Winner' in Trade Deficit 'Scare' *[JORNAL DO BRASIL 17 Jan]* 56

Civilian Household Chief's Style Viewed *[VEJA 18 Jan]* 57
Hugo Napoleao Elected Senate PFL Bloc Leader *[AGENCIA ESTADO]* 58
Deputies Pass Amnesty Bill for Congress President *[AGENCIA ESTADO]* 58
Congress Approves Franchising of Electrical Energy Sector *[Rio de Janeiro TV]* 59
PDT Governors Back Cardoso's Constitutional Reform *[JORNAL DO BRASIL 19 Jan]* 59
Official's Commentary Views Mexican Crisis *[FOLHA DE SAO PAULO 16 Jan]* 60
Official Discusses Privatization Program *[O GLOBO 16 Jan]* 62
'Tequila Effect' To Cause Slowdown in Economic Opening *[FOLHA DE SAO PAULO 15 Jan]* ... 63

Chile

Military Court Applies Amnesty in Two Cases *[LA NACION 22 Dec]* 63
Commentary on Stakes in Letelier Case *[LA NACION 18 Dec]* 63

Colombia

ANIF President Critiques Economic Policies *[EL ESPECTADOR 27 Dec]* 64
Impact of Violence on Migration Studied *[EL TIEMPO 20 Dec]* 66

Ecuador

Defense Ministry Communique Refutes Statement on Peruvian Border Unit *[Madrid EFE]* 68

Uruguay

Brazilian Foreign Minister Arrives, Meets Lacalle *[Madrid EFE]* 69
Discusses Mercosur, Export Taxes *[Madrid EFE]* 69
IDB Head Discusses Mexican Crisis, Support for Projects *[Madrid EFE]* 70
Economic Authorities Comment on Mexican Crisis Impact *[BUSQUEDA 18 Jan]* 70
Sanguinetti Sector Considers Economic Situation 'Alarming' *[BUSQUEDA 18 Jan]* 71
Stock Market President Notes Investment Opportunities *[BUSQUEDA 18 Jan]* 71
Editorial Assesses Implications of Mexican Crisis *[BUSQUEDA 18 Jan]* 72
Paper Comments on Argentine Reaction to Mexican Crisis
[EL OBSERVADOR ECONOMICO 12 Jan] 73
Final Results of November General Elections Released *[Madrid EFE]* 74

Venezuela

Caldera Says Corruption Undermines Democratic Conscience *[EL UNIVERSAL 17 Jan]* 74
Central Bank President Opposes Nationalization of Banks *[Caracas TV]* 75
Haiti Seeks Resumption of Talks on Economic Aid *[EL UNIVERSAL 17 Jan]* 76
Roundup of Economic Developments *[EL NACIONAL 8 Jan, etc.]* 76

Daily Report
Latin America

FBIS-LAT-95-014 *23 January 1995*

CONTENTS

INTERNATIONAL AFFAIRS

Mexico's Salinas Interviewed on Efforts To Head WTO *[Mexico City TV]* 1
UK To Expand Links With Cuba, Dominican Republic *[CANA]* 1

INTER-AMERICAN AFFAIRS

Salvadoran President on Economic Plan at Mini-Summit *[EL DIARIO DE HOY 20 Jan]* 2
Presidents on Economic Development *[Panama City TV]* 3
Peru, Bolivia, Paraguay Sign Ocean Connection Accord *[Madrid EFE]* 3
Consortium To Launch 'Caribstar 1' Satellite in 1996 *[CANA]* 3

CARIBBEAN

Cuba

Military Rescues 700 Rafters Fleeing Guantanamo Base *[Havana Radio]* 5
U.S. To Move 'Sick,' 'Bamboozled' Refugees to Guantanamo *[Havana Radio]* 5
Further on Return *[Havana Radio]* 5
Five Refugees Escape *[Havana Radio]* 6
Alarcon: U.S. Continuing 'Hostile Policies' *[PRENSA LATINA]* 6
Delegation Spokesman Reviews Points Discussed in U.S. Talks *[Havana Radio]* 7
Reports on Emigration Fees Denied *[Havana Radio]* 7
Migration Accord Progress Noted *[Havana TV]* 8
Alarcon on Talks, Blockade *[Havana Radio]* 8
Mexico Reported To Refuse U.S. Aid Package Compromise *[Havana Radio]* 8
Solidarity Group Condemns U.S. Pressure on Mexico *[PRENSA LATINA]* 8
Robaina Receives Members of Australian Solidarity Brigade *[Havana Radio]* 9
Visit Discussed *[PRENSA LATINA]* 9
Lage Praises Meeting With Colombian President *[PRENSA LATINA]* 9
Relations Discussed *[Havana TV]* 10
Talks Called 'Constructive' *[PRENSA LATINA]* 10
Trade Minister Comments on Caricom Commission Meeting *[Havana Radio]* 10
Ground Broken in Havana for First of Six Caribbean Hotels *[Havana Radio]* 11
Castro Attends Farewell for Outgoing Mexican Ambassador *[Havana Radio]* 12
Castro Awarded Olympic Honors for Sports Contributions *[Havana TV]* 12

Haiti

'Discontent' Between Executive, Legislature Reported *[Port-au-Prince Radio]* 12
President Calls Discontent 'Calculated' *[Port-au-Prince Radio]* 12
IS Congress Seeks Financial Aid for Haiti *[Port-au-Prince Radio]* 13
President, UNESCO Chief Sign Cooperation Memorandum *[CANA]* 13

MEXICO

Zedillo Briefs Businessmen on Efforts To Obtain U.S. Credit *[Mexico City TV]* 15
Finance Secretary Denies Signing Agreement with U.S. *[REFORMA 20 Jan]* 15
Presidential Communique Vows Not To Privatize Pemex *[Madrid EFE]* 15
Private Banks Draft Measures To Tighten Credit *[EL FINANCIERO 18 Jan]* 16
Executive Branch Proposes Amending 1995 Tax Law *[EL FINANCIERO 18 Jan]* 16
Servicing of Domestic Debt To Increase *[EL FINANCIERO 19 Jan]* 17
Secofi, Businessmen Hold Talks To Limit Price Hikes *[EL FINANCIERO 19 Jan]* 18
Bank To Attempt To Sell Cetes, Tesobonos, Bondes *[NOTIMEX]* 18

Stock Market Drop Due to 'Anxiety' in Mexico, U.S. *[Mexico City TV]* 19
Government Secretariat Official Cited on Migration Policies *[UNOMASUNO 18 Jan]* 19

CENTRAL AMERICA

Costa Rica

President Confirms Cuban Rafters Allowed Into Country *[Panama City TV]* 20

El Salvador

President Departs for Costa Rica, To Discuss Economic Plan *[San Salvador TV]* 20
ANEP Reacts to Plan *[San Salvador TV]* 20
Peasants Express Doubts About Plan *[San Salvador TV]* 20

Nicaragua

Indications of 'Mafia-Like' Organizations Detailed *[LA PRENSA 18 Jan]* 21

Panama

President Reiterates Cuban Rafters To Leave Before 6 Mar *[Panama City Radio]* 22
Rafter Support Group Denounces Transfer to Guantanamo *[LA PRENSA 22 Jan]* 22
Minister Delivers Coup Investigation Report to Attorney General *[Panama City TV]* 22
President Says National Police Director Will Not Be Removed *[Panama City TV]* 23
Government Negotiating Restructuring of Foreign Debt *[LA ESTRELLA DE PANAMA 19 Jan]* . 24
Association Condemns Political Interference in ARI *[EL PANAMA AMERICA 19 Jan]* 24

SOUTH AMERICA

Argentina

Cavallo Urges Businessmen To Carry Out 'Export Drive' *[NOTICIAS ARGENTINAS]* 25
Cavallo: Provinces Must Privatize Banks, Electricity Firms *[NOTICIAS ARGENTINAS]* 25
PJ Governors Confirm 'Unconditional Support' for Government *[NOTICIAS ARGENTINAS]* 26
Central Bank President Discusses Financial Crisis *[CLARIN 8 Jan]* 27
Stock Market President Cautions Investors Not to 'Panic' *[TELAM]* 28
Army Chief Interviewed on Past, Future of Military *[CLARIN 16 Jan]* 28
Brazil's Lampreia Visits, Meets With Defense Minister, Menem 30
Discusses Security *[TELAM]* 30
Agree on Consultations System *[TELAM]* 30
Holds News Conference, Departs *[TELAM]* 31

Bolivia

Peasant Leader Rejects U.S. Antinarcotics Role in Chapare *[PRESENCIA 7 Jan]* 31

Brazil

Industry, Commerce Minister Discusses Exports, Trade Issues *[O GLOBO 19 Jan]* 31
Finance Minister Outlines Balance of Payments Policy *[O ESTADO DE SAO PAULO 20 Jan]* 32
Largest Budget Cuts Involve Two Dismantled Ministries *[JORNAL DO BRASIL 20 Jan]* 32
Mercosur Office To Open in Porto Alegre *[Brasilia Radio]* 33
Federal Police Seize Cocaine in Juiz de Fora *[AGENCIA ESTADO]* 33

Chile

Lawyer Requests Townley's Extradition From U.S. *[Madrid EFE]* 33
Aninat Upholds 'Cautious' Policy, Examines Mexican Crisis *[EL MERCURIO 12 Jan]* 34
Commentary Examines Mexican Crisis *[EL MERCURIO 14 Jan]* 35

Former Minister Renounces Membership in National Renewal Party *[Madrid EFE]* 36
Editorial Sees No Reason To Resume Relations With Cuba *[EL MERCURIO 4 Jan]* 36

Colombia

President Creates Commission To Assess Surrender Policy *[Santa Fe de Bogota TV]* 37
Vice President, Cuba's Lage Review Trade Relations *[Santa Fe de Bogota TV]* 37
New Guerrilla Group, Split From ELN, Revealed *[Santa Fe de Bogota TV]* 37
Guerrillas Attack Oil Pipelines, Spill 10,000 Barrels *[Hamburg DPA]* 37
Businessmen Call G-3 Trade Pact 'Ineffective' *[AFP]* 38

Ecuador

President To Attend Andean Summit Despite Illness *[Hamburg DPA]* 38
Contracts Expand Oil Refinery, Well Exploitation *[Quito Radio]* 39

Peru

Judge Finds Army Officers Guilty of Drug Trafficking *[Madrid EFE]* 39
Government Begins 'All-Out War' Against Drug Trafficking *[EL PERUANO 13 Jan]* 40
Antarctic Expedition To Use New Radar Technology *[EL COMERCIO 11 Jan]* 40
Article Examines Reasons for Mexican Crisis *[CARETAS 12 Jan]* 40

Uruguay

Canadian Prime Minister Meets Lacalle, Sanguinetti *[Madrid EFE]* 42
Luis Mosca To Be Named Finance Minister Under Sanguinetti *[EL PAIS 10 Jan]* 42
State Airline Reportedly on Brink of Bankruptcy *[NOTICIAS ARGENTINAS]* 42

Venezuela

Foreign Minister on Human Rights Case, U.S. Accords *[EL GLOBO 20 Jan]* 42
Cordiplan Minister on Problems in Banking System *[Caracas TV]* 43
Finance Minister Does Not Rule Out State Control of Banks *[Caracas TV]* 43
Finance Ministry Announces New Economic Guidelines *[Caracas TV]* 43
Bank Superintendent, Cordiplan Minister on Bank Crisis *[Caracas TV]* 44
Government Issues Decree To Ensure Return of Assets *[Caracas TV]* 44
Officials Coordinate Anti-Corruption Efforts *[ECONOMIA HOY 20 Jan]* 44

Daily Report
Latin America

FBIS-LAT-95-015 *24 January 1995*

CONTENTS

INTER-AMERCIAN AFFAIRS

Bolivian President Opens Andean Pact Ministerial Meeting *[La Paz Radio]* 1
Brazil, Argentina Accused of Violating Mercosur Accords *[NOTICIAS 22 Jan]* 1

CARIBBEAN

Cuba

Alarcon Notes 'Meager Advances' at U.S. Migration Talks *[PRENSA LATINA]* 3
Notes U.S. Stand on Non-Migration Issues *[Havana Radio]* 3
Former U.S. Official Questions Travel Restrictions *[Havana Radio]* 3
Panama Reiterates: Rafters Must Leave Country *[Havana Radio]* 4
Colombian Senatorial Mission Begins Visit 22 Jan *[PRENSA LATINA]* 4
To Meet With Alarcon *[Havana Radio]* 4
Arrive in Havana, Visit ANPP *[PRENSA LATINA]* 4
Meets With Jaime Crobet *[Havana Radio]* 5
Lage Meets With Colombian President, Vice President *[PRENSA LATINA]* 5
Attends Ceremony in Colombia *[PRENSA LATINA]* 6
Invitation Extended *[Havana Radio]* 6
Colombian Ambassador Interviewed *[Havana Radio]* 6
Returns With Delegation *[PRENSA LATINA]* 6
Discusses Trip Upon Return *[Havana Radio]* 7
Comments on Relations *[Havana TV]* 7
Brasilia Conference Looks to UN Development Summit *[Havana Radio]* 7
Outgoing Mexican Ambassador Notes Investments To Increase *[Havana Radio]* 7
Awarded Friendship Medal *[Havana TV]* 8
Commentary: Mexico's Economy, Capital Flight 'a Trap' *[Havana Radio]* 8
Grenada Seeks Assistance in Agriculture, Tourism *[PRENSA LATINA]* 8
Tourism Minister Seeks Bilateral Relations *[Havana TV]* 9
Spokesman Announces Foreign Minister's Tour of Asia *[PRENSA LATINA]* 10
Robaina on Purpose of Tour *[Havana TV]* 10
IAEA-Sponsored Nuclear Medicine Meeting Opens in Havana *[Havana Radio]* 10
Role of Workers Unions Discussed *[Havana Radio]* 11
TRBAJADORES Calls for Improved Efficiency Assemblies *[Havana Radio]* 13
Work Centers Urged To Find 'Ways' To Improve Efficiency *[PRENSA LATINA]* 13
Pedro Ross Praises Isle of Youth Achievements *[Havana Radio]* 14
Western Army Reports Overall Improvements in 1994 *[Havana TV]* 14
Training for 'Best Year Ever' *[Havana TV]* 14
Division General Espinosa Congratulates Eastern Army *[Havana TV]* 14
Havana Waterworks Service Director Reports Well Repairs *[Havana TV]* 15
UNESCO Director Discusses Jose Marti, Education Aid *[Havana TV]* 15
Commentary Reaffirms Right To Express Opinions Publicly *[Havana Radio]* 15
News Headlines from "First Thing" Radio Program *[Havana Radio]* 15
Roundup of Economic Developments *[Havana Radio, etc.]* 16

Haiti

Aristide Visits Jeremie 22 Dec 17
Discusses Justice, Cost of Living *[Port-au-Prince Radio]* 17
Addresses Citizens *[Port-au-Prince Radio]* 17
Imprisoned Cedras Allies Relinquished to Haitian Government *[Port-au-Prince Radio]* 17
'Heavily Armed' Individuals Attack Radio Station *[Port-au-Prince Radio]* 18

MEXICO

Foreign Secretary Cited on Efforts To Obtain U.S. Credits *[NOTIMEX]* 19
Zedillo, Foreign Secretary Deny Pemex Privatization Planned *[Mexico City TV]* 19
Presidency Announces Cabinet Changes *[Mexico City TV]* 20
Finance Secretary Addresses Deputies *[Mexico City TV]* 20
New Under Secretary of Energy Sworn In *[Mexico City TV]* 24
Secretary Says Devaluation Will Improve Competitiveness *[LA JORNADA 19 Jan]* 24
Zedillo Meets With PAN Leadership, Rejects Authoritarianism *[Mexico City TV]* 24
Mining Chamber Presents to Zedillo 6-Year Investment Plan *[Mexico City TV]* 25

Banks Stop Offering Mortgages While Analyzing Portfolios *[REFORMA 20 Jan]* 25
Zedillo Urges Parties To Put Aside Short-Term Interests *[EL FINANCIERO 20 Jan]* 26
Bankers Association Statement on Economic Crisis Commitments *[LA JORNADA 20 Jan]* 27
President Urges Political Forces To Promote Democracy *[AFP]* 27
Zedillo Makes Pledge to Oaxaca Indians To Uphold Rights *[Mexico City TV]* 27

CENTRAL AMERICA

Honduras

Paz Implicates Officials, U.S. Embassy in Plot Against Him *[Hamburg DPA]* 29

Panama

Foreign Minister Forsees No 'Major Difficulties' in Rafters Escape *[Panama City TV]* 29
Human Rights Official Claims Rafters 'Brutally Beaten' *[Panama City TV]* 29
Column Criticizes U.S. Policy on Rafters *[EL PANAMA AMERICA 23 Jan]* 30
Clinton Criticized on Cuban Rafters Policy *[EL SIGLO 23 Jan]* 30
Canal Transition Commission Meets To Draft New Laws *[Panama City TV]* 30

SOUTH AMERICA

Argentina

Iranian Embassy Communique Condemns U.S. Ambassador *[CLARIN 22 Jan]* 31
Canadian Prime Minister Arrives; To Meet Menem *[TELAM]* 31
Chretien, Menem Discuss Free Trade *[TELAM]* 32
Congress Ratifies Nuclear Nonproliferation Treaty *[TELAM]* 32
Local, Brazilian Armed Forces Discuss Joint Security *[NOTICIAS ARGENTINAS]* 32
Stock Market Suffers Decline, With Small Volume *[NOTICIAS ARGENTINAS]* 33

Brazil

Consultations With Argentina on Economy Planned *[FOLHA DE SAO PAULO 20 Jan]* 33
Cardoso, Alencar Extend End of Operation Rio *[O GLOBO 21 Jan]* 34
Rio Drug Trafficker Dies in Shootout With Police *[Brasilia Radio]* 34
Minister Unveils Plans for New Fighter Plane *[AGENCIA ESTADO]* 34
New Opposition Style, Relations With Government Viewed *[O GLOBO 22 Jan]* 35
Former Minister Assumes Responsibility for Surplus 'Error' *[AGENCIA ESTADO 22 Jan]* 35

Chile

Government To Seek Revision of Laguna del Desierto Ruling *[Santiago TV]* 36
Several Politicians Back Decision To Request Ruling Revision *[Santiago TV]* 36
Progressive Center-Center Union Elects New Leadership *[EL MERCURIO 7 Jan]* 37
Poll: Majority Dissatisfied With Current Political, Economic Situation *[LA TERCERA 5 Jan]* 37

Colombia

CGSB Issues Communique Outlining Peace Proposal *[Santa Fe de Bogota TV]* 37
Rivers Polluted by Oil Spill Following Attack *[Santa Fe de Bogota TV]* 38

Paraguay

Creation of Private Free Trade Zones Approved *[ULTIMA HORA 17 Jan]* 38
President Approves Retirement of Military Officers *[ABC COLOR 21 Jan]* 38

Peru

New Poll Indicates Fujimori 'Recovering' Popularity *[Madrid EFE]* 38
Susana Higuchi Ends Fast, Declares 'Truce' *[Madrid EFE]* 39
Election Campaign Notes *[DESCO Gopher 30 Dec]* 39
Government Reorganizes National Antidrug Division *[EL COMERCIO 7 Jan]* 40
Colombian Plane Carrying 450 Kg Cocaine Intercepted *[Madrid EFE]* 41
EXPRESO Wants Access to Emergency Zones *41*
Economic Developments *[DESCO Gopher 30 Dec]* 41
Poverty Issues Discussed *[DESCO Gopher 30 Dec]* 42
Expert Says SL Defeat 'Irreversible' *[DESCO Gopher 30 Dec]* 42
High-Level Passport, Visa Fraud *[DESCO Gopher 30 Dec]* 43
Environmental Council Established *[DESCO Gopher 30 Dec]* 43

Venezuela

Finance Ministry Presents New Tax Plan *[EL UNIVERSAL 20 Jan]* 43
Minister of Commerce Comments on Regional Integration *[NOTIMEX]* 45

Daily Report
Latin America

FBIS-LAT-95-016 *25 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Andean Pact Foreign Ministers Sign Santa Cruz Declaration *[Madrid EFE]* 1
Bolivia: 'No Intention' of Leaving Pact *[Madrid EFE]* 1
Proposal for Pact Reform Disclosed *[Madrid EFE]* 2
Chile-Mercosur Talks End With 'Positive Results' *[NOTICIAS ARGENTINAS]* 2
Southern Cone Environmental Issues *[EL MUNDO 9 Jan, etc.]* 3

CARIBBEAN

Cuba

Six Ministers Replaced in 'Broad Reorganization' *[PRENSA LATINA]* 4
More on Reorganization *[Havana Radio]* 4
Pinar del Rio Workers Struggle To Save Tobacco *[Havana Radio]* 4
Artemisa Party Official Discusses Crime Reduction *[Havana Radio]* 5
Article Touts Opportunities for Investors *[PRENSA LATINA]* 5
Roundup of Economic Developments *[PRENSA LATINA, etc.]* 7
Former U.S. Interests Section Chief Detained by Customs *[Havana TV]* 7
PRENSA LATINA On Detainment *[PRENSA LATINA]* 7
Mexican Foreign Minister Comments on U.S. Credit *[Havana Radio]* 7
Alarcon Leaves New York for Havana *[Havana Radio]* 7
Commentary Says GOP Congress 'Full of Hatred' Toward Cuba *[Havana Radio]* 8
Commentary Charges U.S Influence on UN Security Council *[Havana Radio]* 8
More Rafters Escape From Camps in Panama *[Havana Radio]* 9
State Council Vice President Receives Panamanian Ambassador *[Havana Radio]* 9
Russians To Participate in Investment Meeting *[Havana Radio]* 9
Two Asylum Seekers Voluntarily Abandon German Embassy *[PRENSA LATINA]* 9
Visiting Colombian Congressmen Meet With Ministers *[PRENSA LATINA]* 10
Vice President Calls Talks With Colombia's Samper Positive *[Havana Radio]* 10
Ambassador to Colombia Comments on Lage's Visit *[Havana Radio]* 10
Colombian Delegation To Tour Scientific Center *[PRENSA LATINA]* 11
Colombian Delegation Leader Notes 'Warmth' *[Havana Radio]* 11
Robaina Meets With Mexican Counterpart En Route to Asia *[PRENSA LATINA]* 11
More on Meeting *[Havana Radio]* 12
Robaina on Asian Trip, Future Plans *[Havana Radio]* 12

Barbados

Cuba Urged To Soften Stance on International Issues *[CANA]* 13

Haiti

Justice Minister Malbranche Reportedly Quits Post *[Madrid EFE]* 14
Deputies Resume Work Following Meeting With Aristide *[Port-au-Prince Radio]* 14
Commission Investigates 'Explosive' Artibonite Situation *[Port-au-Prince Radio]* 14
Grand-Goave Barracks Robbed 20 Jan *[Port-au-Prince Radio]* 14
Police Academy To Open 31 Jan *[Port-au-Prince Radio]* 14
Squatters Refuse To Stop Building in La Saline *[Port-au-Prince Radio]* 15

MEXICO

Zedillo Notes Four Loan Guarantee Conditions *[Mexico City TV]* 16
Parties Reject U.S. Conditions on Financial Assistance *[Madrid EFE]* 16

Banxico Discloses Reduction in Circulation of Tesobonos *[NOTIMEX]* 17
Labor Calls for Stricter Controls on Staple Items *[Mexico City TV]* 17
Spanish Bank Offers $500 Million in Direct Investments *[Madrid EFE]* 17
Senate Announces Austerity Measures *[Mexico City TV]* 18
Governor Signs Contract for Chiapas Fund Trusteeship *[NOTIMEX]* 18
Tabasco Governor Comments on Unrest in Villahermosa *[Mexico City TV]* 18
PRI, PRD Prepare for Talks in Tabasco *[Mexico City Radio]* 19
PRD Members Occupy Mayor's Office in Chiapas To Protest Murder *[AFP]* 20
PRI, PRD Followers Clash in Tabasco State *[Mexico City Radio]* 20
Zapatist Leaders Explain Stumbling Blocks to Peace Talks *[London THE GUARDIAN 21 Jan]* 21
Roundup of Economic Developments *[LA JORNADA 16 Jan, etc.]* 21

CENTRAL AMERICA

El Salvador

Demobilized Soldiers Occupy Congress, Demand Compensation *[AFP]* 23
One Reported Dead; Protest Spreads 23
Further on Takeovers *[AFP]* 23
Demobilized Member Comments on Takeovers *[San Salvador TV]* 23
Death of Ex-Soldier Confirmed *[ACAN]* 24
Women Freed *[ACAN]* 25
Agreement Reached With IPSFA *[San Salvador Radio]* 25
Adefaes Vows To Repel Any Assault on Assembly Building *[San Salvador Radio]* 25
President Urges Demobilized Soliders To End Seizures *[San Salvador Radio]* 26

Nicaragua

New Media Director To Revamp State Media *[EL NUEVO DIARIO 21 Jan]* 27

Panama

Cuban Rafters Accuse Clinton of Being Accomplice to Castro *[ACAN]* 28

SOUTH AMERICA

Argentina

Government May 'Study' Korean WTO Nomination *[LA NACION 24 Jan]* 29
Central Bank President Denies Negative Market Rumors *[TELAM]* 29
Denies Resignation Rumors *[NOTICIAS ARGENTINAS]* 29
Central Bank Intervenes in Market To Alleviate Lack of Money *[NOTICIAS ARGENTINAS]* 29
Deputy Economy Minister: Mexican Crisis Affects Banks *[FOHLA DE SAO PAULO 23 Jan]* 30
Foreign Ministry Says Ruling on Laguna de Desierto 'Final' *[NOTICIAS ARGENTINAS]* 30
Di Tella Views Chile's Request on Arbitration Decision *[CLARIN 24 Jan]* 31
Signing of Accords Marks Canadian Prime Minister's Visit *[NOTICIAS ARGENTINAS]* 31
Memorandum of Understanding Signed *[NOTICIAS ARGENTINAS]* 32

Bolivia

Coca Growers To Act If Zero Option Implemented *[HOY 7 Jan]* 32
Daily Views Ways to Improve Image Abroad *[EL MUNDO 15 Jan]* 33

Brazil

Ambassador to U.S. Views Cardoso's Upcoming Visit *[Brasilia Radio]* 33
Foreign Minister Lampreia Examines Mexican 'Crisis' *[FOHLA DE SAO PAULO 22 Jan]* 34
Entrepreneurs Dismiss Effects of Mexican Situation *[O ESTADO DE SAO PAULO 24 Jan]* 35
Central Bank Head Interviewed on Economy *[JORNAL DO BRASIL 22 Jan]* 36
Central Bank Allows Resumption of Advanced Export Payments *[AGENCIA ESTADO]* 37
Minister Suspends Issuance of 153 Radio, TV Licenses *[JORNAL DO BRASIL 21 Jan]* 38

Church Leader Explains Catholic TV Network *[FOLHA DE SAO PAULO 23 Jan]* 38
Operation Rio Viewed as Warning to Criminals *[JORNAL DO BRASIL 21 Jan]* 40
Maranhao State Land Demarcation Causes Conflict *[FOLHA DE SAO PAULO 23 Jan]* 41

Chile

Canadian Prime Minister Arrives; To Seek Strengthened Ties *[Santiago TV]* 41

Colombia

U.S. Drug Strategy Outlined *[Santa Fe de Bogota TV]* 41
Government Team in U.S. To Discuss Coca Eradication *[Santa Fe de Bogota TV]* 42

Ecuador

Private Consortiums Authorized To Distribute Fuel *[Hamburg DPA]* 42

Paraguay

Wasmosy To Visit Europe, Asia by May *[ABC COLOR 23 Jan]* 42

Guyana

Parliament Ratifies Convention Establishing ACS *[CANA]* 43
Environmental Agency Debate Includes Churches, Investors *[CANA]* 43

Daily Report
Latin America

FBIS-LAT-95-017 *26 January 1995*

CONTENTS

INTERNATIONAL AFFAIRS

Commission on Global Governance Submits Report to Caricom *[CANA]* 1

INTER-AMERICAN AFFAIRS

USIS Assures Caribbean Banana Growers 'In No Way Targeted' *[CANA]* 2
Implementation of Mercosur Tariffs Delayed *[GAZETA MERCANTIL 24 Jan]* 2
Sources Report No Agreement in Mercosur-Chile Talks *[TELAM]* 3
Caricom Signs Memorandum of Understanding With ECLAC *[CANA]* 3
Secretary Notes Pending ACS Ratification *[CANA]* 3

CARIBBEAN

Cuba

Cuban-Americans Allude to Miami Repression, 'Terrorism' *[Havana Radio]* 4
Alarcon: U.S. Measures Conspiring Against Migration Ties *[PRENSA LATINA]* 4
Further on Migration, Rafters to U.S. *[Havana Radio]* 5
Lage Describes State Changes *[Havana Radio]* 5
Discusses Cabinet Changes *[PRENSA LATINA]* 7
Discusses Visit to Colombia, Reorganization *[PRENSA LATINA]* 8
Foreign Minister Begins Asian Tour in Japan *[PRENSA LATINA]* 12
Condolence Message Delivered *[Havana Radio]* 12
Colombian Delegation Visits Matanzas Province *[Havana TV]* 12
Mexican University Awards Honorary Degree to Castro *[Havana Radio]* 12
Official's Proposal Would Allow Foreigners To Buy Property *[Madrid EFE]* 12

Bahamas

'Repatriation of Illegal Haitian Nationals is Now in Effect' *[Nassau Radio]* 13

Haiti

Justice Minister Malbranche Confirms Resignation *[Port-au-Prince Radio]* 13
Further on Resignation *[Madrid EFE]* 14
Senate President: Chamber Continues 'To Delay' Budget Vote *[Port-au-Prince Radio]* 14
Deputies Form Commission To Examine Electoral Law *[Port-au-Prince Radio]* 14
Demobilized Soldiers Paid To Attend Job Orientation *[Port-au-Prince Radio]* 14
Profile of New Police Force *[Port-au-Prince Radio]* 15
Prime, Finance Ministers To Meet Sponsors in Paris *[Port-au-Prince Radio]* 15
Expects 'Firm Commitment' From Sponsors *[Port-au-Prince Radio]* 15

MEXICO

Foreign Secretary Explains U.S. Aid Package *[EL FINANCIERO 23 Jan]* 16
Further on Aid Package *[Mexico City Radio]* 17
Pemex Needs To Cover $400 Million Debt in 1995 *[REFORMA 23 Jan]* 18
Deputies Authorize Issuance of $26 Billion in Bonds *[NOTIMEX]* 19
Loan Portfolio Study Shows Banking System 'Deterioration' *[EL FINANCIERO 18 Jan]* 19
Banamex, IDB Establish Trust Fund for Production Projects *[UNOMASUNO 20 Jan]* 20
Secretary Says No Obligations Placed on Oil Reserves *[REFORMA 20 Jan]* 20
UK Ambassador Says British Investors Believe Crisis Temporary *[NOTIMEX]* 20
Former Envoy to Cuba Says Investments Will Increase *[NOTIMEX]* 21

Repercussions of Financial Crisis Felt in Cuba *[REFORMA 23 Jan]* 21
Former President Optimistic About Economic Plan *[O GLOBO 22 Jan]* 22
Government Secretariat 'Deeply Concerned' About Tabasco *[LA JORNADA 20 Jan]* 23
Chiapas Governor Cited on Resignation, Peace Process *[EL FINANCIERO 20 Jan]* 23
PRD Threatens To Withdraw From National Political Agreement *[Madrid EFE]* 24
PRD: Crisis Must Spark Democratic Change To Prevent 'Anarchy' *[LA VANGUARDIA 22 Jan]* 25
Peace Observers Note Cease-Fire in Chiapas *[NOTIMEX]* 26
Parties Discuss Conditions for Plebiscite in Tabasco *[Mexico City TV]* 26
Cabinet Changes Prompt 'Apprehension' Among PAN, PRD Members *[REFORMA 23 Jan]* 26
Senators React Positively to Cabinet Changes *[Mexico City Radio]* 27
Government Secretary Sworn In as IFE President *[Mexico City TV]* 27

CENTRAL AMERICA

El Salvador

FMLN Coordinator Defends Peace Process, Calls For Agreement *[San Salvador Radio]* 29
Adefaes Head Comments on 'Positive' Talks With Government *[San Salvador Radio]* 29
Party Members Condemn Actions of Demobilized *[San Salvador Radio]* 30
Calderon Sol Delivers Message on 'Violent Incidents' *[San Salvador Radio]* 31
Deputies Held by Adefaes Said To Leave Assembly Building *[San Salvador Radio]* 31
President Calderon Holds News Conference *[San Salvador Radio]* 31
Minister Criticizes Businessmen, Defends Economic Program *[San Salvador TV]* 34

Guatemala

Campaign Begun To Monitor Human Rights, Peace Process *[Guatemala City TV]* 35
Defense Minister Comments on Agreement With UN Mission *[Guatemala City TV]* 35
De Leon Explains Suspension of Public Electricity Bid *[Guatemala City TV]* 36

SOUTH AMERICA

Argentina

Government Creates 'Crisis Committee' To Help Banks *[NOTICIAS ARGENTINAS]* 37
Nuclear Waste Dumping Suspected in Catamarca Province *[TELAM]* 37

Bolivia

Cardenas Criticized for Rejecting Paz Zamora Trial Request *[PRESENCIA 19 Jan]* 37
Government Notes Plans To Eradicate Surplus Coca *[PRESENCIA 19 Jan]* 38

Brazil

Foreign Ministry Report Notes Drop in Arms Exports *[Madrid EFE]* 38
Rio Operation Begins Transfer to Military Police *[FOLHA DE SAO PAULO 24 Jan]* 39
Three Drug Traffickers Killed During Shoot-Outs in Rio Ghettos *[AGENCIA ESTADO]* 39
Commentator Calls for Social Action in Rio Slums *[FOLHA DE SAO PAULO 24 Jan]* 40

Chile

Frei, Canada's Chretien Discuss NAFTA Invitation *[Santiago TV]* 40
Minister, Central Bank Director Praise Argentine Economy *[Madrid EFE]* 41
Agriculture Minister On Economic Issues, Protectionism, NAFTA *[EL MERCURIO 8 Jan]* 42
Armed Forces Acquire New Defense Systems *[EL MERCURIO 9 Jan]* 43
Socialist Party Names New Congressional Officials *[LA NACION 16 Dec]* 45
INE Surveys 1995 Private Investment Plans *[EL MERCURIO 23 Dec]* 45
Official on Telecommunications Priorities *[EL MERCURIO 29 Dec]* 46
Minister, Central Bank Director Praise Argentine Economy *[Madrid EFE]* 46
Official Says Ties With Argentina at 'Optimum Level' *[NOTICIAS ARGENTINAS]* 47
Industrial Property Cooperation Agreement Signed With Spain *[Madrid EFE]* 48

Human Rights Group Issues Report on 1994 *[LA NACION 11 Jan]* 48

Colombia

Colombian Officials Seek Narcotics Aid from U.S. *[Santa Fe de Bogota Radio]* 49
Justice Minister Comments *[Santa Fe de Bogota TV]* 50
Poll Surveys Attitudes Toward Samper, Issues *[SEMANA 10 Jan]* 50

Ecuador

Government Issues Communique on Peruvian Border Incursions *[Quito Radio]* 54
CSN Warns of 'Serious Friction' If Overflights Continue *[AFP]* 54
Government Announces No Incidents Along Border With Peru *[Madrid EFE]* 54

Paraguay

Brazilian Drug Trafficker Catafesta Extradited to U.S. *[ULTIMA HORA 24 Jan]* 55

Peru

Government 'Warned' Not To Sign Accords With DPRK *[EL COMERCIO 14 Jan]* 55
Officials Minimize Ecuadoran Charges of Border Violations *[Lima TV]* 55
Assignments Within Armed Forces Disclosed *[CARETAS 12 Jan]* 55
Activities of Lopez Paredes Drug Trafficking Gang Outlined *[CARETAS 19 Jan]* 57

Uruguay

Lacalle Says Country Has Great Credibility Abroad *[EL PAIS 20 Jan]* 58
Sanguinetti Administration To Prioritize Deficit Reduction *[BUSQUEDA 19-25 Jan]* 58

Venezuela

Emergency Board Orders Banks To Increase Capital *[EL UNIVERSAL 22 Jan]* 58
Roundup of Economic Developments *[EL GLOBO 23 Jan, etc.]* 59

Daily Report
Latin America

FBIS-LAT-95-018 *27 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Rio Protocol Guarantors Back Peru, Ecuador Talks *[Madrid EFE]* 1
Uruguay's Abreu Sees 'Difficulties' in Integration *[TELAM]* 1
Caribbean Community, Chilean Ministers Meet on Ties *[CANA]* 1

CARIBBEAN

Cuba

Alarcon Comments on Talks With U.S. Upon Return *[Havana Radio]* 3
Ministry: Group Voluntarily Returned From Guantanamo *[PRENSA LATINA]* 4
New U.S. Congress, Efforts To Intensify Embargo Viewed *[PRENSA LATINA]* 4
Robaina Meets With Japanese Foreign Minister *[PRENSA LATINA]* 5
Fidel Castro's Mexican Newspaper Interview Cited *[Havana Radio]* 5
Lage Attends World Economic Forum *[Havana TV]* 6
Colombian Delegation Meets Acting Foreign Minister *[PRENSA LATINA]* 6
Agroindustrial Complexes Experience Sugarcane Shortage *[Havana Radio]* 6

Bahamas

Territory, Repatriation Discussed With Cuba *[Nassau Radio]* 6
Voluntary Repatriation of Haitians Begins *[Nassau Radio]* 7
Many Defense Force Boats To Be Decommissioned *[CANA]* 7

Cayman Islands

More Cubans Transferred to Guantanamo *[CANA]* 8

Haiti

Justice Minister, State Secretary Appointed *[Port-au-Prince Radio]* 8
Legislative Activity Over Budget, Electoral Law Reported *[Port-au-Prince Radio]* 8
Prime Minister Views Upcoming Paris Sponsors Meeting *[Port-au-Prince Radio]* 9
27 Guantanamo Refugees Taken to U.S. 19 Jan *[Port-au-Prince Radio]* 10
Refugees Recall Dominican Abuses During Repatriation *[Port-au-Prince Radio]* 10

MEXICO

Ortiz Discloses IMF Loan, Views Emergency Program *[Mexico City Radio]* 11
Further on IMF Agreement *[Mexico City TV]* 11
Expenditures Budget To Be Cut by 20 Billion Pesos *[NOTIMEX]* 11
Accord Requires Informing Congress of Loan Conditions *[Mexico City TV]* 12
Zedillo: Congress Must Share in Decisions *[Mexico City Radio]* 12
Senators Cited on Letter of Intent With U.S. *[Mexico City Radio]* 13
PRD Issues Resolution on Economic Crisis *[LA JORNADA 24 Jan]* 14
Senate Approves Private Participation in Railroads *[NOTIMEX]* 16
Navy Commander Remarks on Troop Increase at Chiapas Border *[LA JORNADA 24 Jan]* 17
Government Hails Advances, Proposals on Tabasco *[NOTIMEX]* 17

CENTRAL AMERICA

El Salvador

Demobilized Army Members Leave Government Offices *[San Salvador Radio]* 18
Calderon Views Army's Actions *[San Salvador TV]* 18
Corado Discusses Actions *[San Salvador TV]* 18
Human Rights Commission Reports Little Progress *[San Salvador TV]* 19
Court Reissues Warrant for Alleged Killer of U.S. Soldier *[EL PANAMA AMERICA 25 Jan]* 19
Duque Criticizes Ruling *[LA PRENSA 26 Jan]* 19
Accused Killer Turns Self In *[Panama City TV]* 20
Commerce Minister Views U.S. Proposal To Join GATT *[Panama City TV]* 21
New Cuban Envoy Comments on Relations, Rafters *[Panama City TV]* 22
Report Finds No Justification for Detaining Coup Plotters *[Panama City TV]* 22

SOUTH AMERICA

Bolivia

President: Narcotics Menaces State Structure *[La Paz Radio]* 24
Accused Trafficker Fights Extradition to U.S. *[La Paz TV]* 24

Brazil

Cardoso's Popularity Declines Over 'Lucena Effect' *[O ESTADO DE SAO PAULO 26 Jan]* 25
Operation Rio Forces Traffickers To 'Diversify' *[O GLOBO 26 Jan]* 25
Editorial Urges Police Action *[JORNAL DO BRASIL 26 Jan]* 26
Pareci Indians Kill 2 'White Men' in Mato Grosso State *[AGENCIA ESTADO]* 26
Correction to Church Leader Views Catholic Network 27

Chile

Insulza: U.S. Court Ruling on Grapes Case 'Unfortunate' *[Santiago TV]* 27
Canadian Prime Minister, Delegation Continue Visit 27
Minister: Country 'Ready' To Join NAFTA *[Madrid EFE]* 27
Frei, Chretien Hold News Conference *[Santiago TV]* 28

Colombia

Prosecutor General Assesses Talks With U.S. *[Santa Fe de Bogota Radio]* 28
Botero: Trafficking on Decline in San Andres *[EL TIEMPO 14 Jan]* 29
'Operation Neblina' Nets 197 Tons of Chemicals *[EL TIEMPO 15 Jan]* 29

Ecuador

Foreign Minister Concedes Protocol With Peru Valid *[AFP]* 30
Duran-Ballen Views Border Dispute With Peru *[Madrid EFE]* 30
Duran-Ballen, Fujimori Discuss Dispute *[NOTIMEX]* 31
Ecuador Confirms Clash *[Hamburg DPA]* 31
Army Chief: Peruvian Military Intercepted *[AFP]* 31
Armed Forces Joint Command Issues Bulletin *[Quito Radio]* 32
Communique: Army Ready, Willing *[Madrid EFE]* 32
Congress Suspends Legislative Sessions *[Quito Radio]* 32
Council, Forces in Permanent Session *[Quito Radio]* 32
Committee Appeals for Unity *[Quito Radio]* 32
Deputy Describes Situation *[Quito Radio]* 33
Ambassador Rules Out OAS 'Intervention' *[Madrid EFE]* 34
Education Minister Suspends Classes *[Quito Radio]* 34
Macara Civilians Evacuated *[Madrid EFE]* 35
General Explains Situation *[AFP]* 35

Minister Rejects 'False' Peruvian Communique *[Quito Radio]* 36
Answers Questions on Border Dispute *[Quito Radio]* 36
Government's Macroeconomic Program Analyzed
[EL COMERCIO MARTES ECONOMICO 3 Jan] 37

Paraguay

President Announces Military Moves, Retirements *[Asuncion TV]* 39

Peru

Fujimori: Armed Forces 'Alert' After Border Incident *[Lima Radio]* 40
Defense Minister Denies State of Alert *[Lima Radio]* 40
Foreign, Defense Ministers View Incident *[Madrid EFE]* 40
Communique Denounces Attack *[Lima Radio]* 41
Guarantors Asked To Help Fulfill Treaty *[Madrid EFE]* 41
Ecuadoran Officials Report Clashes in Ecuador *[Madrid EFE]* 42
Fujimori Chairs Defense Council 'Special Meeting' *[Lima Radio]* 42
Congressman: 'Domestic' Feud Behind Ecuadoran Actions *[Lima Radio]* 42
Troops Said Deployed to Border Region *[AFP]* 43
Military, Police Remain in Barracks *[Lima Radio]* 43
'Normal' Situation Reported *[NOTICIAS ARGENTINAS]* 43
Border Traffic 'Normal' *[Lima Radio]* 43
'Unusual Deployment' of Troops Departs *[Lima Radio]* 43

Venezuela

Issuance of Monetary Bonds Scheduled for 27 Jan *[Caracas TV]* 44
Mexico Said Considering Granting Tariff Preferences *[EL UNIVERSAL 22 Jan]* 44

Daily Report
Latin America

FBIS-LAT-95-019 *30 January 1995*

CONTENTS

INTERNATIONAL AFFAIRS

Butrus-Ghali Contacted on Ecuador-Peru Dispute *[Madrid EFE]* 1

INTER-AMERICAN AFFAIRS

Guarantors Urge Ecuador, Peru To Resolve Conflict *[AFP]* 2
Ecuador To Appeal to OAS, UN if Peace Bids Do Not Advance *[Madrid EFE]* 2
OAS Chief Urges Reopening Channels of Communication *[Quito Radio]* 2
OAS Head Meets Duran-Ballen, Fujimori *[Madrid EFE]* 3
Presidents Urges Cease-Fire in Peru-Ecuador Conflict *[ACAN]* 3
Brazil, Others 'Prepared To Offer' Mexico $1 Billion in Aid *[AGENCIA ESTADO]* 4
Brazilian Spokesman on Consortium *[Brasilia Radio]* 4

CARIBBEAN

Cuba

Castro on U.S. Attitude Toward Mexico, Miami Summit *[Havana Radio]* 5
Lage at World Economic Forum: U.S. Congress 'Selfish' *[Havana Radio]* 5
Addresses Forum *[PRENSA LATINA]* 5
Robaina Interviewed on U.S. Sanctions in Tokyo *[Tokyo ASAHI SHIMBUN 27 Jan]* 6
Concludes Japanese Visit *[Havana Radio]* 6
Discusses Asian Tour's Purpose *[Havana Radio]* 6
Arrives in DPRK via PRC *[Havana Radio]* 7
Envoy to Peru Urges Solution to Conflict *[NOTIMEX]* 7
Cuban Media Report on Ecuador-Peru Conflict 7
Worsening of Conflict Predicted *[PRENSA LATINA]* 7
Ecuador Protecting Oil Installations *[PRENSA LATINA]* 8
33 Peruvians, 5 Ecuadoreans Dead *[PRENSA LATINA]* 8
Official Attends Meeting With Russian Businessmen *[PRENSA LATINA]* 9
Cuba, Russia, U.S. Trade Potential Discussed *[Havana Radio]* 9
Russian Culture Minister Arrives on Visit *[PRENSA LATINA]* 9
Spanish Embassy To Assist Costa Rican Interests Office *[PRENSA LATINA]* 10
Foreign Ministry Rules Out Changes in Ties With Mexico *[NOTIMEX]* 10
Lawyers Congress Demands Return of Guantanamo *[Havana Radio]* 10

Bahamas

Response to Repatriation of Haitians 'Disappointing' *[Nassau Radio]* 11
First Group Numbers 200 *[CANA]* 11

Cayman Islands

Police Quell Cuban Refugee Disturbances *[CANA]* 11

Haiti

U.S. Troops Arrest Soldiers at Navy Headquarters *[Port-au-Prince Radio]* 11
Further on Incident *[CANA]* 12
Deputies Approve 6 of 158 Electoral Bill Articles *[Port-au-Prince Radio]* 12
Work on Electoral Bill Continues *[Port-au-Prince Radio]* 13
Court Appoints Manigat To Replace Cherilus in CEP *[Port-au-Prince Radio]* 13
New Justice Minister Takes Office *[Port-au-Prince Radio]* 13

MEXICO

Government Urges Peru, Ecuador To Suspend Hostilities *[NOTIMEX]* 14
Envoy to U.S. Unaware of More Conditions for Aid *[UNOMASUNO 27 Jan]* 14
Private Sector Leaders Reject Conditions on U.S. Credit *[LA JORNADA 27 Jan]* 14
Alternatives to U.S. Guarantees Reviewed *[UNOMASUNO (ECONOMIA Supplement) 24 Jan]* 15
Senate Elects Members of Supreme Court of Justice *[NOTIMEX]* 16
Spanish Bank Still Interested in Investing *[NOTIMEX]* 16
Tabasco Governor Proposes Referendum *[UNOMASUNO 24 Jan]* 16

CENTRAL AMERICA

Honduras

President Escapes Unhurt From Grenade Explosion *[ACAN]* 18
Government Denies Attack *[AFP]* 18
Presidency: Explosion 'Isolated' *[Hamburg DPA]* 18
Security Council Restored To Prevent Violent Outbreaks *[TIEMPO 25 Jan]* 19
Armed Forces Announce Rotation of High-Ranking Officers
[EL PERIODICO DE HONDURAS 26 Jan] 19

Panama

Government Offers Peru, Ecuador Venue for Talks *[ACAN]* 20
ARI Administrator, Board Speak Out Against Chairman Mendoza *[Panama City TV]* 20
ARI Chairman Derides Barria's Remarks *[Panama City TV]* 21
ARI To Build 'Government City' in Reverted Areas *[LA ESTRELLA DE PANAMA 27 Jan]* 21
President Confirms Reform of ARI Law *[EL PANAMA AMERICA 26 Jan]* 22
President Appoints Members of Canal Transition Commission
[LA ESTRELLA DE PANAMA 24 Jan] 22
Attorney Asks U.S. To Withdraw Reward Offer for Gonzalez *[Panama City TV]* 22
Court Rejects Vice President's 'Interference' *[Panama City TV]* 23
Foreign Minister Views Resumption of Cuban Ties *[Panama City TV]* 23

SOUTH AMERICA

Brazil

Government Urges Peru, Ecuador To Maintain 'Dialogue' *[Madrid EFE]* 24
Canada's Chretien Visits, Signs Accords With Cardoso *[Brasilia Radio]* 24
Motta Urges Private Sector Financing of Phone Services *[O GLOBO 25 Jan]* 24
Government 'Reevaluating' Monetary, Exchange Policy *[O GLOBO 27 Jan]* 25
Acting Workers Party President on Current Crisis *[AGENCIA ESTADO]* 26

Chile

New Meeting of Peru-Ecuador Border Guarantors Expected *[Madrid EFE]* 26
Suspension of NAFTA Talks Demanded Until Grapes Case Solved *[Madrid EFE]* 27
Arriagada on NAFTA Environmental Issues *[EL MERCURIO 16 Dec]* 27
Foreign Ministry Issues Communique on Laguna del Desierto
[LA TERCERA DE LA HORA 24 Jan] 28

Colombia

Intelligence Report Reviews Paramilitary Groups *[Santa Fe de Bogota TV]* 28
Commission To Inspect Caqueta Coca Fields *[EL TIEMPO 16 Jan]* 29

Ecuador

Joint Chiefs Report Second Attack on Border Detachment *[Madrid EFE]* 29
Armed Forces Deny Peruvian Report, Report Attack *[Quito Radio]* 29

Information Center Established; Media Asked to Exercise Prudence *[Quito Radio]* 30
President, Foreign Minister Pursue Diplomatic Solution *[Quito Radio]* 30
Officials Deny Peruvian Commercial Aircraft Banned From Landing *[Madrid EFE]* 30
Complaint Against Peru To Be Filed With Parlatino 30 Jan *[Quito Radio]* 30
Duran-Ballen Offers No Details on Calls From Christopher, Latin Presidents *[AFP]* 31
Evacuations From Border Called Preventive Measure *[Quito Radio]* 31
Communique Reports Fighting Continues Along Peruvian Border *[Quito Radio]* 32
Duran-Ballen Declares State of Emergency *[Quito Radio]* 32
National Emergency Decree Explained *[Quito Radio]* 33
Armed Forces Report Four Attacks by Peru 27 Jan *[Quito Radio]* 33
Army Calls Up Reserves To Form 'Support Brigades' *[Madrid EFE]* 33
Gaviria Arrives in Quito for Talks With Duran-Ballen *[Madrid EFE]* 34
Gaviria Leaves Palace After Meeting Without Comment *[Quito Radio]* 34
OAS Secretary General To Return to Quito, Meet Duran-Ballen *[Quito Radio]* 34
Foreign Minister Praises Gaviria's Mediation Efforts *[Quito Radio]* 35
Leoro Proposes 'Cease-Fire;' Proposal Not Accepted *[Madrid EFE]* 35
President Meets With Former Presidents, Announces New Clash *[Quito Radio]* 35
Speaks After Meeting *[Quito Radio]* 36
More Than 20 Peruvian, 3 Ecuadoran Soldiers Killed 27 Jan *[Madrid EFE]* 37
Further on Casualties at Border *[Madrid EFE]* 37
Leoro Surprised by Peru's Diplomatic Position, U.S. Concerns *[Quito Radio]* 37
Government Accepts Intervention by Rio Protocol Guarantors *[Quito Radio]* 38
AERT Says Media 'at the Disposal' of Government *[Quito Radio]* 38
Joint Command Communique Updates Border Situation *[Quito Radio]* 39
Further on Communique *[Madrid EFE]* 39
Official Denies Peruvians Ordered To Leave Country *[Quito Radio]* 39
Minister Says Government Striving To Avert War *[Quito Radio]* 40
Foreign Ministry Says Rio Protocol 'Unenforceable' *[Quito Radio]* 40
Congress Commissions Statement Condemns Border Conflict *[Quito Radio]* 41
Communique Says Peru Using U.S. Helicopters Along Border *[Quito Radio]* 41
Pope, Bishops Conference Urge End to Border Dispute *[Quito Radio]* 42
Peru Attacks With Mortars; Helicopter Gunships Respond *[Madrid EFE]* 42
Bank Superintendent Reports Bank Activities Normal *[Quito Radio]* 42
Communique Lists Peruvian Incursions *[Quito Radio]* 43
Vice President Visits Colombia To Seek Support *[Quito Radio]* 43
Army Urges Residents To Join Struggle if Need Arises *[AFP]* 43
Opposition Parties Express Support for Government *[Quito Radio]* 44
Government Orders Resumption of Classes Despite Emergency *[Quito Radio]* 44
Joint Command Reports 'Massive Attack' by Peru *[Quito Radio]* 44
Government Denies Mistreating Peruvian Reporters *[Quito Radio]* 44
Country Reiterates Acceptance of Military Observers *[NOTIMEX]* 45
President Refuses Cease-Fire With Conditions *[Quito Radio]* 45
Defense Minister, Military Leaders Meet With President *[Quito Radio]* 45
Armed Forces Report Downing of Peruvian Helicopter *[Quito Radio]* 46
Border Towns Evacuated in Readiness for Intensified Combat *[Hamburg DPA]* 46
Armed Forces Deny Peruvian Reports That Military Dislodged *[Quito Radio]* 47
Army Says Peruvian Forces Attacking Outside Disputed Area *[Madrid EFE]* 47
Authorities Issue 'Ultimatum' to Peruvians To Leave Country *[NOTIMEX]* 47
Foreign Ministry Denies Peruvians Ordered To Leave *[Quito Radio]* 47
Army Commander Says Peruvian Troops 'Have Been Expelled' *[Madrid EFE]* 48
Crowds Converge at Government Palace To Support President *[Quito Radio]* 48
President Addresses Crowd *[Quito Radio]* 48
Children Chant for Peace *[Quito Radio]* 49
Duran-Ballen Regrets Deaths, Says Fighting Continues *[Madrid EFE]* 49
Government Notes Peruvian Newspaper's Opposition to War *[Quito Radio]* 49
News Conference on Border Clashes *[Quito Radio]* 50
Ecuadoran Envoy to UN Denounces Fujimori Remark on OAS *[Lima Radio]* 51
Ministry Surprised by Fujimori's Remarks on OAS, UN Role *[Quito Radio]* 51
Foreign Ministry Notes Uruguay's Efforts To Involve OAS *[Quito Radio]* 51
Foreign Ministry Notes Appeal From Regional Leaders *[Quito Radio]* 51
State Petroleum Enterprise Takes Protective Steps *[Quito Radio]* 52

Foreign Ministry Calls For Urgent OAS Meeting *[Quito Radio]* 52
President Duran-Ballen Sends Greetings to Soldiers *[Quito Radio]* 52
Government Announces Emergency Economic Measures *[Madrid EFE]* 52
Andean Parliament Asked To Convene on Conflict With Peru *[Quito Radio]* 53
Secretariat Issues Communique on OAS Meeting *[Quito Radio]* 53
Government Not To Call For Security Council Meeting *[Madrid EFE]* 53
Delegations Sent To Meet With Latin American Presidents *[Quito Radio]* 53
No Peruvian Attacks 'This Morning;' Air Raid Feared *[Quito Radio]* 54
CEDOC Communique States Position on Border Dispute *[Quito Radio]* 54
Patriotism, National Unity Urged *[EL UNIVERSO 22 Jan]* 54
Judgments Pending in Court Cases Reviewed *[EL COMERCIO 4 Jan]* 55

Peru

Fujimori Rejects OAS Mediation in Conflict *[Lima Radio]* 57
Meets Gaviria, Reaffirms Stand *[Lima Radio]* 58
Envoy to Ecuador Views OAS, UN Mediation *[Lima Radio]* 58
Government Reiterates Adherence to Rio Protocol *[Lima Radio]* 59
Foreign Minister Meets Rio Protocol Country Envoys *[Madrid EFE]* 59
Guarantor Countries Demand Respect for Protocol *[Lima Radio]* 59
Fujimori Meets Foreign Minister, Military Leaders *[Lima Radio]* 60
Deputy Foreign Minister Views Conflict *[Lima TV]* 60
Foreign Ministry Issues Note on Conflict With Ecuador *[Lima Radio]* 65
Ministry Denounces 'Disinformation Campaign' *[Lima Radio]* 66
Congress Alert To Developments on Ecuadoran Border *[Lima Radio]* 67
Legislator Urges Backing Government on Border Issue *[Lima Radio]* 68
Fujimori Said Personally Conducting Military Operations *[Lima Radio]* 68
Tours Border Area, Returns to Lima *[Lima Radio]* 68
Armed Forces Joint Command Releases Official Communique *[Lima Radio]* 68
Hundreds of 5th Military Region Troops Leave for Border *[AFP]* 69
Troops Dislodge Ecuadorans From 3 Surveillance Posts *[AFP]* 69
'Unofficial Military Sources': Border Posts Recovered *[Madrid EFE]* 69
Dislodgment of Ecuadoreans 'Almost Complete' *[Lima TV]* 70
Troops Following Fujimori Orders To Prevent Incursions *[Lima Radio]* 70
Antiaircraft Batteries Mobilized; Mirages Sent to Border *[Lima Radio]* 70
Morale Said High Among Soldiers Stationed Along Border *[Lima Radio]* 71
Ecuadoran Troops Said Reinforcing Positions on Border *[Lima Radio]* 71
Infantry Division Communique Denies Ecuadoran Reports *[Lima Radio]* 71
Armed Forces Joint Command Admits Downing of Helicopter *[Lima TV]* 72
Elite Anti-Terrorist Troops Deployed to Ecuadoran Border *[Madrid EFE]* 72
Some 80 Peruvian Merchants Expelled From Ecuador *[Lima TV]* 72
Army Reinforcing Troops in Northeast Against Shining Path *[AFP]* 72

Venezuela

Caldera on Ecuador-Peru Conflict; Summit To Proceed *[NOTIMEX]* 73
Financial Board Issues Measures Restricting Bank Credits *[EL NACIONAL 24 Jan]* 73
JEF Rules Out Nationalization of Banking System *[EL UNIVERSAL 23 Jan]* 74
Copei Asks Government To Restore Guarantees *[EL NACIONAL 23 Jan]* 74

Daily Report
Latin America

FBIS-LAT-95-020 *31 January 1995*

CONTENTS

INTER-AMERICAN AFFAIRS

Peru, Ecuador Studying Proposal by Rio Protocol Guarantors *[NOTICIAS ARGENTINAS]* 1
Peruvian, Ecuadoran Envoys Invited to Rio Meeting *[Madrid EFE]* 1
Peru, Ecuador Agree To Meet *[Rio de Janeiro TV]* 1
Ecuador Requests 'Urgent' OAS Foreign Ministers Meeting *[Quito Radio]* 1
Menem, Wasmosy Warn Peru, Ecuador Against Escalation *[Madrid EFE]* 2
Central American Chiefs Ask Peru, Ecuador To Halt Fighting *[AFP]* 3
Parlatino Head Asks Bolivarian Countries To Mediate *[Hamburg DPA]* 3

CARIBBEAN

Cuba

Lage Announces 1 Percent Growth at World Economic Forum *[Havana Radio]* 4
Presents Cuban 'Reality' *[Havana Radio]* 4
World Radio Congress Condemns U.S. Electronic Aggression *[Havana Radio]* 4
Foreign Ministry Spokesman Urges Peaceful Solution *[Havana Radio]* 4
Ecuadoran Envoy To Ask UN for Intervention *[Havana TV]* 4
Commentary Details Ecuador-Peru Border Dispute *[Havana Radio]* 5
Robaina Meets Counterparts in DPRK, Japan *[Havana Radio]* 6
Meets with DPRK Vice President *[Havana Radio]* 6
Russian Cultural Accord To Include Artist Exchange *[Havana Radio]* 6
Foreign Investment Accord Signed With UK *[Havana Radio]* 6
Congo Graduate Students Urged to Prepare for Departure *[Havana Radio]* 6
Colombian Parliamentarian Urges Cooperation *[Havana Radio]* 6
Second Round of Talks Held on Nicaraguan Property Dispute *[PRENSA LATINA]* 7
Ambassador Reviews Relations With Uruguay *[Havana Radio]* 7
ANPP To Convene 24 Feb To Solemnly Mark Centennial *[Havana Radio]* 8
Raul Castro Chairs Central Army Military Council *[Havana Radio]* 8
Praises FAR Food Production Efforts *[Havana Radio]* 9
Foreign Investment Minister Confirms Investment Law *[Havana TV]* 9
Isle of Youth's Economy Shows 8 Percent Growth *[Havana Radio]* 9
Isle of Youth Holds Military Training Ceremony *[Havana Radio]* 10
Software Package for Radio, Telephone Links Announced *[Havana TV]* 10
Journalists Discuss Prices in Cuba *[Havana Radio]* 10

Haiti

Electoral Bill Bars Clergy From Political Candidacy *[Port-au-Prince Radio]* 12
Committee Named To Investigate Coup Abuses *[Port-au-Prince Radio]* 12
Police Academy Opening Coincides With Increased Violence *[Port-au-Prince Radio]* 13
France Pledges $600 Million; Michel To Meet Juppe *[Port-au-Prince Radio]* 13

MEXICO

Government Reevaluating Migration Policies *[NOTIMEX]* 14
Poll Shows Opposition to U.S. Loan Guarantees *[REFORMA 30 Jan]* 14
Government Requests $7 Billion IMF Credit *[LA JORNADA 27 Jan]* 15
Business Leader on Peso Crisis, Economy's Future *[Tokyo MAINICHI SHIMBUN 27 Jan]* 16
Coparmex Urges Government To Adopt Specific Strategies *[EL FINANCIERO 23 Jan]* 17

CENTRAL AMERICA

El Salvador

Defense Minister Views Actions by Demobilized Soldiers *[San Salvador Radio]* 18
PNC Dispute Hinders Fight Against Drug Trafficking *[San Salvador TV]* 18
Guerrilla Group Pledges To Fight Economic Measures *[DIARIO LATINO 25 Jan]* 19

Guatemala

Spokesman on UN Invitation To Resume Talks With URNG *[NOTIMEX]* 19
Mexico Postpones Electric Power Network *[NOTIMEX]* 20
URNG Denies Responsibility for Attack on Power Pylon *[PRENSA LIBRE 25 Jan]* 20
Vice President Remarks on Attack *[Guatemala City TV]* 20

Honduras

Reina Opens Legislative Sessions *[Tegucigalpa Radio]* 21

Nicaragua

Sandinist Renewal Movement Meets in Masaya *[BARRICADA 23 Jan]* 26

Panama

Proposed ARI Law Modifications Create Controversy *[Panama City TV]* 27

SOUTH AMERICA

Argentina

Menem Urges Security Council Meeting on Andean Conflict *[TELAM]* 29
Urges 'Prudence' From Peru, Ecuador *[Madrid EFE]* 29
Says Argentina Not To Resign as Guarantor *[TELAM]* 29
Di Tella on Rio Protocol Guarantors' Meeting *[NOTICIAS ARGENTINAS]* 30
Menem, Di Tella: Conflict To 'End Very Soon' *[NOTICIAS ARGENTINAS]* 30
Vice Foreign Minister on 'Absurd' Peru-Ecuador Conflict *[NOTICIAS ARGENTINAS]* 31
Departs for Guarantors' Meeting *[TELAM]* 31
Judge Questions Fourth Suspect in AMIA Case *[CLARIN 27 Jan]* 31
Central Bank President Interviewed *[CLARIN 8 Jan]* 32
Finance Secretary Explains Bank Situation *[CLARIN 27 Jan]* 33
1994 Trade Balance Shows Record Deficit *[CLARIN 27 Jan]* 34
Governors Scorn Government on Banks' Situation *[CLARIN 27 Jan]* 34
Commentaries View Mercosur Implementation 35
Country's Interests May Suffer *[CLARIN 12 Jan]* 35
Foreign Ministry Responds *[CLARIN 19 Jan]* 36

Bolivia

Congressmen Want Narcotics Case Involving Navy Clarified *[LA RAZON 20 Jan]* 37
Armed Forces Urged To Act In View of 'Difficult Moment' *[LA RAZON 20 Jan]* 38

Brazil

Cardoso Asks Peru, Ecuador To Cease Conflict *[Madrid EFE]* 38
Government Not To Send Troops to Ecuador, Peru Border *[AGENCIA ESTADO]* 39
Paper Reports Company Sold Rockets to Peru *[NOTICIAS ARGENTINAS]* 39
Multi-Country Loan to Mexico Called 'Positive' *[AGENCIA ESTADO]* 40
Free Trade Zone, Trade Talks To Be Enhanced *[GAZETA MERCANTIL 26 Jan]* 40
Venezuela Seeks To Increase Oil Sales to Brazil *[O GLOBO 27 Jan]* 40
Chretien Seeks Transfer of Imprisoned Canadians *[AGENCIA ESTADO]* 40

PT National Meeting Views Need for Changes *[Rio de Janeiro TV]* 41
Drug Trafficker Expands Control Despite Rio Operation *[FOHLA DE SAO PAULO 26 Jan]* 41

Chile

Foreign Minister on Guarantors' Proposals To Solve Crisis *[Santiago TV]* 42
Ecuadoran Chief Justice Visits, Views Conflict *[Madrid EFE]* 42
Native Forest Ecology Groups Meet *[EL MERCURIO 9 Jan]* 43

Ecuador

President Duran-Ballen Urges Cease-Fire for Talks *[Quito Radio]* 44
Urges Peru To Agree to Cease-Fire *[Quito Radio]* 44
Foreign Ministry Announces Cease-Fire 30 Jan *[Madrid EFE]* 44
Peru Said To Accept Cease-Fire *[Quito Radio]* 45
Duran-Ballen Interviewed on Border Dispute *[Mexico City TV]* 45
Official 'Pleased' With OAS Resolution on Dispute *[Madrid EFE]* 47
Spokesman Views OAS Vote, Attendance at Guarantor Meeting *[Quito Radio]* 47
President: Country Not Consulted on Guarantor Meeting *[AFP]* 48
Duran-Ballen Still Planning To Attend Andean Summit *[AFP]* 48
'Diplomatic Offensive' Launched on Border Conflict *[Quito Radio]* 48
Intense Activity Reported on Air Base in Border Area *[AFP]* 48
Army Corrects Report on U.S. Helicopters *[Quito Radio]* 49
Mobilization Directorate Calls Up Marine Reservists *[Quito Radio]* 49
Armed Forces Joint Command Summons Former Conscripts *[Quito Radio]* 49
Communities Advised To Organize Solidarity Brigades *[Quito Radio]* 50
Government Levies Tax, Announces Emergency Measures *[Quito Radio]* 50
Spokesman Warns of Peruvian Disinformation Campaign *[Quito Radio]* 51
Peruvian Consul Asked To Leave Conflict Area *[Madrid EFE]* 51
Petroecuador Head: Oil Production Remains on Schedule *[Quito Radio]* 51
National Policy, Strategy on Border Issue Urged *[EL UNIVERSO 24 Jan]* 51

Paraguay

Wasmosy Offers To Mediate Peruvian-Ecuadoran Conflict *[Asuncion TV]* 52
Retiring Vice Admiral Denies Differences With Wasmosy *[ABC COLOR 27 Jan]* 52

Peru

Foreign Ministry Communique Notes Attendance at 31 Jan Rio Meeting *[Lima Radio]* 53
Vice Minister To Meet Ecuadoran Counterpart *[Lima Radio]* 53
Confrontations Continue; Possible Second Offensive Rumored *[Madrid EFE]* 53
Media Note 'Apparent Preparation for a Total Offensive' *[NOTICIAS ARGENTINAS]* 54
Government Silent After OAS Meeting Begins *[Madrid EFE]* 55
'Feeling of Hope' for Cessation of Hostilities Prevailing *[Madrid EFE]* 55
Political Circles 'Unanimously Believe' Guarantors Must Solve Crisis *[AGENCIA ESTADO]* 55
Troops on Border Ordered Not To Fire Unless Attacked *[Madrid EFE]* 56
Alleged Ecuadoran Spy Arrested; Ashaninkas Ready To Fight *[Madrid EFE]* 56
Fujimori Attendance at Bolivarian Summit 'Not Ruled Out' *[Madrid EFE]* 57
Correspondent in Quito Reports on Situation of Peruvians *[Lima Radio]* 57
Contrasting Atmospheres in Border Conflict Viewed *[Madrid EFE]* 57
Situation 'Calm;' Border Trade 'Restricted' *[Lima Radio]* 58
Congressional Committee Head Views Conflict With Ecuador *[Lima Radio]* 59

Uruguay

Uruguay Offers To Host Peruvian-Ecuadoran Talks *[TELAM]* 60
National Party: Sanguinetti Document 'Unsatisfactory'
[EL OBSERVADOR ECONOMICO 21 Jan] 60
Interior Minister Discusses Security, Terrorism, Corruption *[BUSQUEDA 19-25 Jan]* 60